107335

Mr. George R. Wackenhut President The Wackenhut Corporation 3286 Ponce de Leon Boulevard Coral Gables, Florida

Dear Mr. Wackenhut:

Your letter of October 2, 1961, and enclosure were received in Mr. Hoover's absence from the city. You may be sure they will be brought to his attention promptly upon his return.

Sincerely yours,

Helen W. Gandy Secretary

NOTE: See Morrell to DeLoach memo of 10-4-61 captioned: "THE WACKENHUT CORPORATION, INFORMATION CONCERNING." RVA:lch

RVA:lch (3)

ORATION

Mr. Belmont Mr. Mohr

Mr. Callahan

Mr. Convad

Mr. DeLbach

Services for management and the pro

Mr. Rose Mr. Shlffva

HIGHLAND 5~14 Miss Gandy

Mr. J. Edgar Hoover Director Federal Bureau of Investigation Washington, D. C.

Dear Mr. Hoover:

Not knowing if you are familiar with The Wackenhot Corporation / I would like to advise that it is a security and investigative organization offering its services to business, industry and the professions, presently licensed and operating in ten states in this country and throughout the Commonwealth of Puerto Rico. Sixteen former Special Agents of the Federal Bureau of Investigation are employed in various executive and investigative positions, and in the short space of six and one-half years it has grown to be the fourth largest organization of its kind. This growth, in our opinion, is largely the result of our having maintained the same high standards of performance and integrity to which we were held while in Government Service. I am enclosing a list of our Directors with their resumes to give you some further insight into the caliber of our management.

October 2, 1961

Being fully conscious of the Communist menace, we, as an organization, are publishing monthly newsletters devoted to a program of education and individual action to combat our insidious enemy. These newsletters are distributed to our clients and our more than 1700 employees, many of whom are engaged in guarding certain of the nation's missile bases and other defense installations.

This is a beginning, but I feel so strongly concerning the critical position in which we find ourselves that I am ready to do anything in my power to assure victory in this most crucial war.

I would be most grateful to receive, from the depths of your vast experience, any thoughts or suggestions for action that I, along with our entire organization, can take to win this great fight.

I thought you would like to be apprised of the above information and of our complete agreement with your sentiments on this subject, together with your actions over the years.

Our entire group of former Special Agents joins in extending our very best personal regards.

mill to Deloach Respectfully,

730 OT

George R. Wackenhut

President

ENCLOSURE

BOARD OF DIRECTORS

THE WACKENHUT CORPORATION

GEORGE R. WACKENHUT

B.S., University of Hawaii.
M.Ed., Johns Hopkins University.

Presently: President and Chairman of the Board. The Wackenhut Corporation.

Formerly: Physical Education and Athletic Department, Johns Hopkins University.

Consultant, Sports and Recreation, Department of the Army.

Special Agent, Federal Bureau of Investigation.

Member: Society of Former Special Agents of the Federal Bureau of

Investigation, Inc.

American Society for Industrial Security.

JOHN S. AMMARELL, JR.

B.A., Muhlenberg College.

Presently: Executive Vice President, The Wackenhut Corporation.

Formerly: Special Agent; Supervisor, and Assistant Chief, Liaison Section,

Federal Bureau of Investigation.

Security Director and Manager of Office Personnel, Air Products, Inc.

Member: Society of Former Special Agents of the Federal Bureau of

Investigation, Inc.

American Society for Industrial Security.

ERIC LABARR, JR., Captain, USN (Ret.)

B.S., United States Naval Academy.

ON BOLLD OF D.C. COCKS OF COCKSCT

Presently: Industrial Security Manager, Electric Boat Division, General Dynamics Corporation.

Formerly: Commanding Officer various submarine patrols during World War II.

Member: American Society for Industrial Security

President, 1959-60

Chairman of the Board, 1960-61.

Industry Advisory Committee to Department of Defense on Safeguarding of Classified Information.

Security Sub-Committee, National Security Industrial Association.

National Institute for Disaster Mobilization.

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62 -ENCLOSURE

JAMES MADARBAKER

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B.S., University of Michigan,

FLA

Presently: President and Chief Executive Officer, Copperweld Steel Company.

Director, American Iron and Steel Institute.

Formerly: General Manager of Sales, Carnegie-Illinois Steel Corporation.

Director of Distribution and Availability, U.S. Steel Corporation.

Member: Tau Beta Pi, honorary engineering fraternity.

Listed in "Who's Who".

JOSEPH V. DILLON, Major General, USAF (Ret.)

B.S., United States Military Academy. LL.B. and LL.M., Georgetown University.

DG FLE FOR.

Presently: Senior Partner, Law Firm of Dillon and Dillon.

Chairman of the Board, Southern Door Company.

Formerly: Chief, Military Police Division, Provost Marshal General's Office.

Deputy Provost Marshal General.

Commandant, Provost Marshal General's Training Center.

Provost Marshal General:

North African Theater of Operations,

Southern France, European Thouter.

Air Provost Marshal, U.S. Air Force.

Representative of the United States:

Geneva Conference, 1947

International Red Cross Conference, 1948 Diplomatic Conference, Geneva, 1949.

Listed in "Who's Who".

W. RICHARD GLAVIN

B.C.S., Southeastern University.

Presently: Business Consultant on tax, budget and personnel management matters,

Formerly: Special Agent; Inspector, and Assistant Director in Charge of

Administration, Federal Bureau of Investigation.

Member of Governor's Tax Study Committee for Volusia County, Florida.

Consultant, University of Florida.

Special Investigations, Florida State Boards of Architecture and Accountancy.

Member: Honor Fraternity, Past President, Southeastern University.

Continuing Council on Education, Volusia County, Florida.

Assistant Secretary-Treasurer, East Volusia Mosquito District.

Dente Comment

SAMUEL K. McKEE

LL.B., University of Richmond.

Presently: Director, Investigative Division, The Wackenhut Corporation.

Formerly: Special Agent and Special Agent in Charge, Federal Bureau of

Investigation.

Personnel Director, McGregor-Doniger, Inc.

Member:

Virginia Bar.

Society of Former Special Agents of the Federal Bureau of

Investigation, Inc.

KENNETH P. McNAUGHTON, Major General, USAF (Ret.)

B.S., United States Military Academy.

Presently: Vice President, Fairchild Camera and Instrument Corporation.

Formerly: Chief of Staff, U.S. Strategic Air Forces, Guam.

Deputy Commander, 8th Air Force, Okinawa. Deputy for Operations, Far East Air Forces.

Director of Air Force Requirements, Training and Man Power.

Vice Commander, Air Training Command. Deputy Commander, Far East Air Forces.

Vice President and Director, West Coast Operations, Fairchild Camera and Instrument Corporation.

Listed in "Who's Who".

WILL M. PRESTON

FOR PLA

LL.B., Vanderbilt University.

Presently: Partner, Law Firm of Scott, McCarthy, Preston, Steel & Gilleland.

Chairman of the Board and Director, Dade National Bank.

Director, Florida Capital Corporation.

Director, Hector Supply Company.

Member: Orange Bowl Committee, Charter member and Past President.

Kiwanis Club, Past President.

Listed in "Who's Who".

RAYMOND A QUADT

B.S., Rutgers University.

M.S., Stevens Institute of Technology.

Presently: President and General Manager, Reactive Metals, Inc.

Vice President - Special Metals, Bridgeport Brass Company.

Formerly: General Manager, General Aluminum Department, American Smelting

and Refining Company.

Vice President of Research, Hunter Douglas Aluminum Corporation.

Listed in "Who's Who",

"Who's Who in the West",
"American Men of Science".

ROBERT L WEADOCK

B.S., University of Florida.

Presently: Washington Manager, Beloit Iron Works.

Vice President and Director, National Builders Company.

Vice-President and Director, Research and Defense Capital

Corporation.

Formerly: Program Officer, Bureau of Program Planning, United Nations

Korean Reconstruction Agency.

U.S. Representative for Roxas & Company, international import-

export firm.

Professional Staff Member, Select Committee on Small Business,

U.S. Senate.

Member: Small Business Industry Advisory Committee, Department of Defens

Procurement Advisory Committee, National Security Industrial

Association.

International Operations Council, Machinery and Allied Products

Institute.

Advisory Council on Federal Reports, Bureau of the Budget.

62-107335

Mr. G. Ralph Kiel Director, Public Relations The Wackenhut Corporation 3280 Ponce de Leon Boulevard Coral Gables, Florida

Dear Mr. Kiel:

Your letter of October 4, 1961, was

received in Mr. Hoover's absence from the city.

You may be sure your communication will be brought to his attention upon his return.

Sincerely yours,

Helen W. Gandy Secretary

NOTE: Bufiles contain no references to correspondent. See Morrell to DeLoach memo of 10-9-61 captioned:"The Wackenhut Corporation, Information Concerning, "RVA:1ch.

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TELETYPE UNIT

Services for management and the professions

EXECUTIVE OFFICES 3280 PONCE DE LEON BOULEVARD CORAL GABLES, FLORIDA

HIGHLAND 5-1481

WACKENHUT CORPORATION

October 4, 1961

CORAL GABLES.

Mr. J. Edgar Hoover Director Federal Bureau of Investigation Washington 25, D.C.

Dear Mr. Hoover:

Our organization, with sixteen former Special Agents on its staff, is doing everything in its power to help combat Communism.

To assist us in our program, we would greatly appreciate receiving copies of all the fine articles and speeches by yourself on the subject of Communism. These will be used in a library we are building to help our employees educate themselves on Communism and its great threat to this country.

May I take this opportunity to express my deep personal thanks to you for your outstanding work and great contribution to the welfare of our country?

Sincerely yours,

5. Ralph Keel

G. Ralph Kiel Director, Public Relations

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OPTIONAL FORM NO. 10	Polson Belmont
UNITED STATES GOVER LINT	Mohr
Memorandum	Chrad Del. oach
IVICITOTATIANITE	Evans Malone
то : Mr. DeLoach	DATE: 10-4-61
10 WII. DeLoacii	nt
MANA	ALL INFORMATION CONTAINED Tele. Room
FROM : D. C. Morrell	HEREIN IS UMCLASSIFIED Ingram Gandy EXCEPT WHERE SHOWN
	OTHERWISE
SUBJECT: THE WACKENHUT CORPORATIO	
INFORMATION CONCERNING	b7C
Dry latton dated 10 9 61 Nam. Com-	oro D. Woolronbut. Descident of the south and
corporation, apprised the Director of the aims a	ge R. Wackenhut, President of the captioned
the Director's thoughts and views with respect to	o ways his company can assist in the fight
against communism. Also, by letter dated 9-28	
assumed the position of	of The Wackenhut Corporation. The purpose
of very complimentary letter is to r	equest another of the Director's autographed
photographs. He states he would like to display	it in his office. He was sent an autographed
photograph on 12-23-48, but it was inscribed to not permit him to remove it from the house.	nim and his wife, and he states his wife will
ince per mite imm to remove it it out the house.	
Both of these men are former Spe	ecial Agents. Wackenhut EOD 2-12-51, re-
signed 5-21-54. Soon after leaving the Bureau h	ne and three other former Agents formed a
company known as "Special Agent Investigators."	" The Bureau was alerted to this since a
strong possibility existed that clients of this com	npany might be led to believe that these men
still had some affiliation with the FBI. By letter	
structed to avoid contact with the company becau in newspapers and the telephone directory. At the	
Miami office of Fidelifax, Inc. Fidelifax is an o	
guards to industrial plants. Most of its officials	
structed all offices to be circumspect in their de	ealing with Fidelifax because of its tendency
to capitalize on the former affiliation of many of	
Wackenhut was President of Security Services Co	- LC
to be an outgrowth of Special Agent Investigators	ь7с
EOD 12-1-47 and resigned	6-18-54.
1 55 051 T9 1961 - 1 8678.	REC- 4 62 2 107335
Wackenhut's letter states with res	spect to his company that "it is a security
and investigative organization offering its service	les to business, industry and the professions
presently licensed and operating in ten states in	
wealth of Puerto Rico." He advises that his con	npany has, in the period of six and one-half
Enclosures (2) (6) (8) (8) (8) (8) (8) (8) (8) (8) (8) (8	17 OCT 12 1961 (\Q\)
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Morrell to DeLoach memo (continued) Re: The Wackenhut Corporation

years, become the fourth largest of its type in the country. It would appear from this that The Wackenhut Corporation is merely an outgrowth of the previous companies with which he was affiliated. SAC Grapp advised in August, 1961, that the company was having difficulty in meeting its payroll on some occasions and there was speculation to the effect that the company may fail.

Wackenhut enclosed a list of the Board of Directors. This list includes: Wackenhut; John S. Ammarell, Jr., former Special Agent assigned at one time to the Domestic Intelligence Division (EOD 5-11-42, resigned 12-31-54); W. Richard Glavin, retired Assistant Director (EOD 4-6-31, retired 5-31-54); and Samuel K. McKee, retired SAC (EOD 3-31-30, retired 2-28-53). Glavin is on the Special Correspondents' List and an SAC contact of the Miami Office. In 1959, Ammarell was the Executive Vice President of Security Services Corporation.

Wackenhut has been known to capitalize on the Bureau's name in the past, and there is good reason to believe he would do so in the future. Therefore, it is not felt that the Bureau should cooperate with him nor is it believed the Director would want to give any indication that he approves of his activities. A reply to Wackenhut's letter such as he desires could be construed by him to be tacit approval or even encouragement of his activities by the Director. In view of this, an in-absence reply is deemed most appropriate.

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be used to	advertise	his former affiliation	on with the Bu				
should also	o send	an in-absence le	etter only.				ь6 ь7С
RECOMMI	ENDATION	<u>ī:</u>					
	That	the attached in-abse	nce letters to	Wacken	hut and	be appro	ved
and sent.					10A		
	950	A PEROL	OM.	(Lec)			
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UNITED STATES GOVERNMENT

Memorandum

то

Mr. DeLoach

DATE: 10-9-61

FROM

D. C. Morrell

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SUBJECT:

THE WACKENHUT CORPORATION,

INFORMATION CONCERNING

CORAL GABLES, FLA.

ALL INFORMATION CONTAINED

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Mohr ____ Callahan

Conrad _ Del.oach

Trotter ____ Tele, Room

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By letter of 10-4-61 Mr. G. Ralph Kiel, Director of Public Relations for the captioned company, requested all of the articles and speeches the Director had made on the subject of communism. These would be used for the employees of this company.

My memo of 10-4-61 captioned as above set forth the background information on this company. (Copy attached.) This company's predecessors have capitalized on the former affiliation of some of their employees with the Bureau. Inasmuch as there is good reason to believe that this company will do so in the future, it was recommended and approved that in-absence letters be sent and no further consideration be given to the requests.

It is felt we should be consistent in our dealings with the Wackenhut Corporation and, therefore, it is felt we should send Kiel an in-absence also.

RECOMMENDATION:

That the attached in-absence letter to Kiel be

/approved and sent.

\ Enclosure

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PERS. FILES

Services for management and the professions

EXECUTIVE OFFICES

3280 PONCE DE LEON

November 15, 1961

Mr. Sulliv**a**n

Mr. J. Edgar Hoover Director Federal Bureau of Investigation Washington, D. C.

Dear Mr. Hoover:

I am enclosing a copy of the first issue of The Wackenhut Security Review, which I thought you would be interested in seeing. It will be published monthly and distributed to our clients, friends and 2000 employees throughout the United States and Puerto Rico. The insular distribution will be in Spanish.

We hope that the Review will be effective in alerting our employees and their families to the menace of Communism, which you have fought so strongly over so many years, and it is, itself, a reflection and result of your own efforts to warn us for so long of this danger to our world.

All of our former Special Agents here join me in extending our best wishes to you.

Sincerely yours,

George R. Wackenhut

President

Enclosure.

GRW:eb

Vol. 1, No. 1

November, 1961

COMMUNISM and YOU!

Fully conscious of the Communist menace, not only to under-developed countries, but to the United States and the entire world, The Wackenhut Corporation, a national security and investigative organization headed by former Special Agents of the FBI, has prepared a series of articles on the Communist conspiracy.

The articles are written with the belief that if the American public is fully informed of this menace to our way of life and very existence, the spread of Communism can be halted. We recognize that Communism is dedicated to a "fight to the death". To survive we must successfully meet this challenge.

Newspaper Headline:

CAN'T LOSE ANY MORE

WASHINGTON-- Gen. Lyman Lemnitzer, Chairman of the Joint Chiefs of Staff, says this country "certainly cannot afford to lose any more areas around the world" to Communism. "We have been on the losing end for too long a time", Gen. Lemnitzer said. "We cannot afford to invite the Communists into any area through weakness."

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These are the almost unbelieveable facts: In only 40 years—within the lifetime of many of us—Communism has exploded like an atomic bomb, mushrooming in typical fashion and spreading out to infect the entire world. Whole sections of the dark cloud have broken off and settled heavily over individual countries, and the light of personal freedom has vanished from them, perhaps forever.

Communism today has seized control of one billion people, almost a third, or 33%, of all people on the earth, and exerts its influence upon many millions more. In contrast, the United States, the foremost enemy of Communism, has only six percent of the population of the world. Communism rules with murderous control over 25 percent of all the land area of the globe. The United States has only seven percent of the land area of the globe.

Communism's fervent objective is to encircle the United States and, finally, to overthrow it and win complete control. If that ever happens, the Communists will have achieved their dream of victorious conquest of the entire world.

AN EDUCATIONAL SERVICE OF

62-107335-5

THE WACKENHUT CORPORATION

CORAL GABLES, FLORIDA

Are they succeeding? We need go back only to World War II to see their terrible success. Read their continuing roll call of conquest: Latvia, Lithuania and Estonia; Yugoslavia and Albania; Poland, Rumania, Bulgaria; Czechoslavakia, Hungary, East Germany; China, North Korea, North Vietnam, Tibet, and – now – Cuba!

Yes, Cuba on our doorstep, and still the Soviet Agents continue their operations in all the countries of Asia, in the Near East, Africa and Latin America, in 86 nations throughout the world.

Do they rebel, these millions of people who have been "awarded the glorious life" under Communism? They would if they could. They did in the uprising in East Germany, in Hungary and in Tibet, until the machine guns and the bullets and the tanks left only the wounded and the dead lying in the streets. They flee when they can, from East to West Germany. More than a quarter-million Hungarians escaped to freedom in the face of death. Three million North Koreans have fled over the thirty-eighth parallel to South Korea. Escaping Cubans arrive daily in Miami.

This is what happens whenever Communism has taken control. First, the glittering promises and the hope. Then the disastrous awakening and the despair, and finally the desperate effort to escape.

We Americans have always felt secure behind the protection of the great oceans on both of our coasts. We have fought our major wars abroad. The arrival of the atomic age has wiped out this protection.

Now the Communists are determined to defeat and conquer the United States. It is no sly secret. Khrushchev tells us "your grandchildren will grow up under Communism", and he means it. We listen, we hear it, but we don't really believe he means it.

Or perhaps we do not believe that Communism can conquer the world. Communism started with only 17 individuals in 1903. In 1917 with only 40,000, it conquered all of Russia. Now, only 44 years later, it has enslaved a billion people throughout the world, including our next door neighbor, Cuba.

Are we ready to believe Nikita Khrushchev? If we are, what can we do? It is difficult or impossible to defeat something we do not understand and Communism is not easily understood. The first thing that we can do and must do is to learn what Communism is and how it operates. That is the purpose of this series of articles. It is the first and one of the most important steps to victory.

A suggestion: Get an inexpensive loose leaf folder and keep these articles in it. Read and discuss these articles with your family and your friends.

Note: Reprints of this series are available at cost. If you wish to circulate the series to your employees, and if other companies do the same, hundreds of thousands, even millions, of Americans could be reached overnight with these messages. Address all correspondence to G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce DeLeon Boulevard, Coral Gables, Florida.

			Date: I	ecember	6, 1961	
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<i>7</i> 70 •					- R	Miss Gandy
TO:	DIRECTOR, FBI			12	go to g	
FROM:	SAC, MIAMI (6	6-2466)			Jondon C	W
	CKENHUT CORPOR	ATION;	FOR AMERICAN	n containe	Office	
	PAGE, Jr., Special Agent	Alela E	WIN TO SEE SEE	ACETHEM -	1	in the
				171 9 200-	■ N. A.	M. X.
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Palm B return in law Sherif KELLEN Since Palm B invest a Boli at whi WHEELE WILLIA	As backgrouseach County, Find indictments enforcement, if MARTIN KELLER BERGER and appoint time Active ach County, Find in the Sheriff and former of the Sheriff and Sheri	und for to lorida, Gof gambling NBERGER. cointed as ng Sherif lorida, Gogambling, as organif KELLENB Palm Beacganizers.	rand Juring char ing char a perju Governo Sheriff f WIDENE rand Jur and rep zed at t ERGER, I ch County	y, in Seges for Ty indicate FARRIST P. A. H. R. R. and the y have in the Palm OUIS CAR Solicit	several tment as BRYANT WIDENI ME Fall (Intensifi have est Beach Co ROLL, BE FOR T. HA	, 1961, persons gainst removed ER, III. term of the led tablished ounty Jail, RUCE AROLD
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Palm B return in law Sherif KELLEN Since Palm B invest a Boli at whi WHEELE WILLIA	As backgrouseach County, Find indictments enforcement, if MARTIN KELLER BERGER and appoint time Active ach County, Find in the Sheriff and former of the Sheriff and Sheri	und for to lorida, Gof gambling NBERGER. cointed as ng Sherif lorida, Gogambling, as organif KELLENB Palm Beacganizers.	rand Juring char ing char a perju Governo Sheriff f WIDENE rand Jur and rep zed at t ERGER, I ch County	y, in Seges for Ty indicate FARRIST P. A. H. R. R. and the y have in the Palm OUIS CAR Solicit	several tment as BRYANT WIDENI ME Fall (Intensifi have est Beach Co ROLL, BE FOR T. HA	, 1961, persons gainst removed ER, III. term of the led tablished ounty Jail, RUCE AROLD

Approved: 2 Special Agent in Charge

Sent_

M Per ___

The Palm Beach Times, daily newspaper of West Palm Beach, Florida, carried an article on 12/5/61, which reflects that WILLIAMS requested on this date to appear again before the Grand Jury. The article states, "WILLIAMS disclosed he took three tests from HUGH A. PAGE, Jr., a Polygraph expert with 15 years of FBI experience. Results of these tests were directly contradictory to the results of three other tests given him Saturday by State Polygraph expert CLIFF POWELL. WILLIAMS said he wants the Grand Jury to know results of both tests. POWELL testified before the Grand Jury on Monday, 12/4/\$1. WILLIAMS has a certified statement as to the results of his test at Coral Gables, Sunday, which he hopes to get before the Grand Jury."

The Palm Beach Post, daily newspaper of West Palm Beach, Florida, on 12/6/61 reports that HUGH A. PAGE, Jr., has been subpoensed to appear before the Palm Beach County Grand Jury, date not disclosed.

HUGH A. PAGE, Jr., a former Bureau Agent, is presently employed by The Wackenhut Corporation, Coral Gables, Florida, which organization is staffed by a number of former Bureau employees. PAGE is known to conduct polygraph examinations for this concern.

The above is being brought to the Bureau's attention for information purposes.

OFFICE OF DIRECTOR
FEDERAL BUREAU OF INVESTIGATION
UNLITED STATES DEPARTMENT OF JUSTICE

February 13, 1962

Attached February, 1962, issue of "The Wackenhut Security Review" was sent to the Director from The Wackenhut Corporation, Post Office Box 458, Coral Gables 34, Florida.

Mr. Tolson ____ Mr. Belmont

Mr. Mohr_

Mr. Callahan

Mr. Conrad

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ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCURT WITEL SHOWN OTHERWISE O Day

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THE WACKENHUT SECURITY REVIEW

Vol. 2, No. 2

February, 1962

COMMUNISM and YOU!

"It was Marx, Engels and Lenin who developed the theory of scientific communism and indicated realistic ways and means of establishing the new society and the revolutionary forces destined to destroy the old world and build the world of Communism."

Nikita S. Khrushchev, October 18, 1961, at the 22nd Congress of the Communist Party.

THE WORLD MAKERS

Communism and Karl Marx and Friedrich Engels were a product of their times. The industrial revolution was under way; the machine-age had arrived. From the country sides the farmers and their families swarmed into the cities and the mass-migrations resulted in the ugly growth of the slums, which in turn produced increased poverty, disease, vice and violence.

Marx and Engels looked at the new industries and the new factory-working class and saw the troubles of the dislocated masses, the low wages and the long hours, and they concluded that the economic system was the sole cause of all the troubles of the world. They did not see beyond their day, that the machine-age, in time, would liberate millions of people from bare subsistence levels and raise them to the highest standards of living ever achieved.

In the midst of these 19th century problems, they held aloft two great promises, dear to all mankind: the promise of universal peace and the promise of universal prosperity – two promises which, under the Communist program formulated by Marx and followed by Khrushchev today, can only come about if all the peoples and all the nations of the world have first been conquered and completely enslaved by the Kremlin. It is these same two shining promises that have mislead many, rich and poor alike, to turn to Communism and blindly accept its theories without closely examining its results. Yet the terrible results are plain to see: in Hungary, Tibet, in East Germany, and in Cuba.

Marx and Engels continued to deal happily in theories and grandly made plans for their brand new world. In addition to their preoccupation with economics, they also were impressed by the new developments in science. If Communism could be made "scientific", and thus respected, then indeed it would prove irresistible, they believed. All Communists ever since have parroted this emphasis on science. "Our conception of the communist system is based entirely on the scientific conclusions of the founders of Marxism-Leninism", Nikita Khrushchev proudly proclaimed to the membership at the 22nd Communist Congress in Moscow.

AN EDUCATIONAL SERVICE OF

THE WACKENHUT CORPORATION

ENCLOS CORAL GABLES, FLORE

To be scientific, Marx and Engels had first to establish their own philosophy of nature, which became known as Dialectical Materialism. This philosophy maintained that the complete explanation for the universe and everything in it is to be found solely in physical matter. Matter alone is the sum total of the world. They then developed three laws to explain the nature of matter.

The Law of Opposites - Everything in nature is a combination of opposites; for example, electricity with its positive and negative charges. The conflict of the opposite forces accounts for the energy and the movements of things in the universe. Matter needs no outside source of power. (The fallacy of the "law" lies in the fact that opposite elements would not conflict in the first place unless they already possessed energy in themselves. Two inert pieces of dirt do not produce energy. Together, they produce nothing - but dirt.)

The Law of Negation - Nature tends to increase the quantity of all things. Engels observed that plants, animals and man are born, grow and, after reproducing, die. The thing itself is negated after reproducing; therefore, he said, nature expands through dying. This natural pattern requires no guiding intelligence. (Actually, the "law" proves nothing except the reproductive principle of nature. The negation or dying has nothing to do with it. Some plants and people die without reproducing; others reproduce many times before dying.)

The Law of Transformation - Nature increases by "leaps" and "bounds". As things increase in quantity, they make a sudden leap, and a new form or species is created. In such a manner an albuminous substance was formed and, with a leap from albumin, life was born. (The fallacy in the "law" lies in the fact that no where in the universe do we find life reproduced except by life itself. Rather than life being the result of blind accident, all observation points to its highly complex, predetermined design.)

But Marx and Engels were elated. With their three laws they had satisfactorily explained the universe. They had demonstrated the source of energy; they had explained the increase of things in nature; they had revealed the origin of life; and they had explained it all on the basis of matter.

"Now", said Engels triumphantly, for this was their objective, "the last vestige of a Creator external to the world is obliterated."

Since everything in nature is the result of matter in motion and accumulated accident, and not of God, and since man is the highest form of accumulated accident in a Godless world, he is, in reality, the God of the universe.

Having made these momentous discoveries, the Communists concluded with neat simplicity, "It is now up to us to remake the world!"

What can we do? We can recognize that the Communists are determined and dedicated to do just that - remake the world in the Marxist-Leninist image. We can keep the image of their world before us, and we can judge their words and their deeds accordingly.

The Wackenhut Corporation is a national security and investigative organization headed by former Special Agents of the FBI. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees throughout the United States and Puerto Rico. Copies may be secured by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida.

SAC, Miami

March 1, 1962

Director, FBI

THE WACKENHUT CORPORATION INFORMATION CONCERNING PERSONNEL MATTER

Reurlet 2-23-62.

In view of the information you have supplied you and the employees of your office should have no contact with McKee. In addition, your office should be most circumspect in dealing with any representatives of the Wackenhut Corporation and, of course, no information from your files should be supplied them.

JIC:pmd (6)

1 - SOG Miami Office Personnel File

- 1 Personnel File of former SA George R. Wackenhut
- 1 Personnel File of former SAC Samuel K. McKee

Based on memo C. R. Davidson to Mr. Callahan 2-28-62 JIC: amd

Belmont _ Mohr _ Callahan Conrad . DeLoach Evans -Malone Rosen Sullivan . Tavel Tele, Room

MAIL ROOM ____ TELETYPE UNIT

Ingram

Gandy

OPTIONAL FORM NO. 10 UNITED STATES GOVERN

Memorandum

TO

MR. CALLAHAN

February 28, 1962

Møhr
Callahan Conrad DeLoach
Conrad
DeLoach
Evans
Malone
Rosen
Sullivan
Tavel
Trotter
Tele. Room

Belmont.

C. R. DAVIDSON

ALL INFORMATION CONTAINE

HETEIN IS UNCLASSIFIED

EXCEPT WHERE SHOWN

OTHERWISE

SUBJECT:

THE WACKENHUT CORPORATION

INFORMATION CONCERNING

The purpose of this memorandum is to advise of correspondence received from former SA George R. Wackenhut, President of the Wackenhut Corporation, Coral Gables, Florida, enclosing a copy of "The Wackenhut Security Review." , SOR AMMUNELL PERS, FIR SOLINAS

By letter dated 2-23-62 the SAC, Miami, has furnished information concerning former SA Wackenhut, the Wackenhut Corporation, and efforts of former SAC Samuel K. McKee who is connected with the Wackenhut Corporation, to obtain information from the Miami Office and to cultivate association with the SAC, Miami. It was stated that McKee had informed the Miami Division that former SA Wackenhut had been in communication with the Director regarding a security review which is published by the Wackenhut Corporation and deals with the communist menace. The Director asked whether the Bureau has had any such correspondence.

Bureau files reflect that on 11-15-61 Wackenhut wrote the Director enclosing a copy of the first issue of "The Wackenhut Security Review" which, according to Wackenhut, was to be published monthly and distributed to their clients, friends and 2,000 employees throughout the United States and Puerto Rico. Wackenhut's letter was not acknowledged and a copy of a second issue of "The Wackenhut Security Review" dated February, 1962, was received through the mail at the Bureau on 2-13-62 without any cover communication. Review of these two 2-page issues reflects that they deal generally with the menace and growth of communism and contain no specific information regarding communist activities in the United States of the type which might possibly have come from FBI files. The February, 1962, issue contains the statement that the Wackenhut Corporation is a national security and investigative organization headed by former Special Agents of the FBI.

Miami letter of 2-23-62 points out that Miami personnel have been alerted to be most circumspect in any possible contacts with McKee and to keep such contacts at a minimum. The Director has stated that there should be none at all.

The Miami letter also relates that an informant had advised that former SA Frederick T. Harris would head up a new office of the Wackenhut Corporation to be opened in San Juan and the Director instructed that that office be alerted to this. Enclosures vent 3-1-63

JIC:pmd (6)

1 - Mr. DeLoach (sent direct) 1 - Personnel File former SA George R. Wackenhut

1 - Personnel File former SAC Samuel K. McKee

1 - Personnel File former SA Frederick T Harris OS WANT I THE MOSE THE

On 7-29-61 former SAC McKee contacted Assistant Director Malone who was then inspecting the Miami Division and stated that in his opinion SAC Grapp was suffering from an"overdose of public relationism." When asked to explain what he had meant McKee said that when Grapp meets anyone he so obviously turns on the charm that he gives the impression of insincerity. McKee further alleged that while talking to SAC Grapp on another matter Grapp, in referring to the inspection, allegedly commented to McKee, "They must be really out to get me when they send down the chief head shrinker." SAC Grapp initially advised Mr. Malone that he thought he might have used the term "head shrinker" in a conversation with McKee but upon further reflection he was certain he had not done so. SAC Grapp felt that McKee had made these allegations in retaliation because the SAC had refused to give McKee information regarding the hijacking to Havana of an Eastern Airlines plane.

RECOMMENDATION:

It is recommended that the attached letters to the SACs Miami and San Juan be approved and sent.

GNU

UNITED STATES GO RNMENT

lemorandum

DIRECTOR, FBI

DATE:

3/5/62

SAC. SAN JUAN (62-401)

SUBJECT:

THE WACKENHUT CORPORATION

INFORMATION CONCERNING

PERSONNEL MATTER

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT VIITE SHOWN OTHERWISE ...

ReBulet 3/1/62.

Information contained in relet and enclosure is considered extremely valuable for orientation purposes and all personnel here who might be in contact with captioned organization will be provided with necessary background data.

For information of Bureau and Miami, San Juan Office has not had any relations with captioned organization which would appear to place the Bureau in a position of embarrassment. I have had no requests for unusual contact, cooperation or unusual services. I have been aware that b7C leaving his position as local manager in order to become a for The Wackenhut Corporation in the United States. I was also aware that the organization was looking for a replacement for here, and that they were giving emphasis to ex-Bureau personnel in connection with such replacement. SA FREDERICK T. HARRIS, who apparently has accepted the position here, is known to this office but we have no personal type of association with him which might create a problem.

Bureau's instructions have been noted to the effect that we should be circumspect in dealing with representatives of captioned company and that data from our files should not be furnished.

Bureau

l - Miami (Info)

1 - San Juan

JNS:mjh (4)

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Director, FBI

THE WACKENHUT CORPORATION INFORMATION CONCERNING PERSONNEL MATTER

PERS REC. UNITE

Reurlet 9-26-57 captioned, "Special Agent Investigators, Incorporated (SAI), Information Concerning."

There is enclosed for your information a copy of a memorandum from the SAC, Miami dated 2-23-62 concerning captioned corporation and the activities of former SAC Samuel K. McKee who is connected with the corporation. You will also note therein that an informant has advised the Miami Division that former SA Frederick T. Harris will head up a new office of the Wackenhut Corporation to be opened in San Juan. Former SA Harris entered on duty as a clerk in the Miami Division on 8-1-46. He was appointed a Special Agent 3-5-51 and resigned voluntarily effective 2-21-57 while assigned at St. Louis. His Bureau service was satisfactory.

You and the employees of your office should be circumspect in dealing with any representatives of the Wackenhut Corporation and no information from your files should be furnished to any representative of that corporation.

Egglosure

JIC:pind (5)

1 - Personnel File of former SA Frederick T. Harris

- SOG San Juan Office Personnel File

Based on memo C. R. Davidson to Mr. Callahan 2-28-62 JIC:pmd.

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Ingram

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Roughng-\$140 FD-\$ (Res 10-13-58)	Date 2/23/62
To X Director	FILE # WCC
SAC	Title
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	erest to Mr. Tolson and
	SAC Wesley G. Grapp
See reverse side	Office MIAMI

UNITED STATES GOVERNMENT

Memorandum

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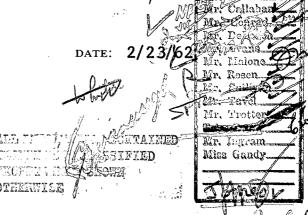
TO

Director, FBI

FROM SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION INFORMATION CONCERNING



For the completion of the Bureau's records, the following general data are submitted on the above-captioned corporation. The FBI has not conducted an investigation of it, as such, but the following information has come to the attention of this office and may be of interest to the Bureau.

Former FBI Agent GEORGE R. WACKENHUT is President of this corporation and alleges he was an FBI Agent from 1951 to 1954. In 1955, he was in charge of the Miami office of "FIDELIFAX, INC." which was made up of a group of former Agents. He subsequently became affiliated with a group of former Agents in Miami operating under the name "SPECIAL AGENT INVESTIGATORS." He reportedly had a fist fight with his associates and at least to a degree physically took over Information of a general nature has also that organization. been received to the effect that he resorts to fisticuffs quite easily. Several years ago he reportedly received information that his wife was having an affair with another man and he "beat up" the man involved. Mrs. WACKENHUT is not adverse to fisticuffs either, according to rumor, since she caught GEORGE R. WACKENHUT having an affair with another woman in Miami. She allegedly physically attacked the other woman in public on the sidewalk, knocked her down, got on top of her and beat her.

Subsequently, WACKENHUT formed the above-captioned corporation and has alleged that he has on the payroll over 25 former Bureau Agents. In addition, they reportedly also have former Bureau clerks and stenographers employed by them.

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2 - Bureau

2 - Miami (66-2466)

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MM 66-2466 The WACKENHUT CORPORATION holds itself out as available for private investigations, conducts security surveys for banks and other enterprises and supplies guard forces for private enterprise. Information was received in March, 1960, to the effect that WACKENHUT attempted to secure additional work for his firm and over a luncheon engagement offered employment at \$10,000 a year to a retired Air Force Colonel in the event the Colonel assisted him in securing additional work from the Colonel's employer, Pan American World Airways, which had a contract at Cape Canaveral. The Colonel, reportedly quick tempered, immediately rejected the advance as an illconcealed possible "Bribe." Information was received on February 15, 1962, from an informant of this office, to the effect that THE WACKENHUT CORPORATION is Among the employees reportedly presently employed by THE WACKENHUT CORPORATION are the following: JOHN S. AMMARELL, Bureau Agent from 1942 to 1954. is listed as Executive Vice President. VICTOR P. KEAY, FBI employee from 1934 to 1956 when he retired and subsequently went with NATO, commenced work with this corporation within the past few weeks. SAMUEL K. McKEE, formerly with the Bureau from 1930 to 1953, now retired, possesses the title of Director of Investigations. He went with THE WACKENHUT CORPORATION in the Fall of 1960. He is frequently contacting this office and on every occasion to date has wanted something to which he is not entitled. He apparently holds himself out to WACKENHUT as the "go-between" with the FBI through his alleged numerous FBI contacts. Among other things, he has requested the following:

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MM 66-2466 On July 29, 1961, he telephoned this office, spoke to the SAC, and requested to be advised how the FBI identified WILFREDO ROMAN OQUENDO on July 24, 1961, as the hijacker of an Eastern Air Lines plane that was taken to Cuba at gunpoint. He stated his client was a law firm which represented an insurance firm and that he also needed to know how we knew that OQUENDO was an alleged member of the "July 26 Movement," which is pro-Castro, as well as a former member of the Cuban Secret Police. He was not furnished the information he requested. He also requested that the SAC, Miami, use his official position to refer any prospective clients coming to his attention to McKee and THE WACKENHUT CORPORATION. He was given no encouragement. He has also requested the SAC, Miami, to furnish him the names of two or more young clerical employees whom he, McKEE, could hire away from the FBI for THE WACKENHUT CORPORATION. This request was not complied with. He has made numerous requests for the SAC to proceed to THE WACKENHUT CORPORATION offices in Coral Gables and pay a "courtesy call" upon its president, GEORGE R. WACKENHUT. This apparently is for the purpose of further entrenching himself with WACKENHUT by being able to show that he obviously has the SAC at his command. On each occasion he has been advised there was a conflict because of prior commitments. It was suggested that as an alternative, Mr. WACKENHUT or any other citizen should feel free to stop by the FBI Office at their convenience. He has extended numerous requests, subsequent to the inspection of the Miami office in August, 1961, for the SAC to join him and other officials of the corporation for lunch. He was advised on each invitation that such could not be accepted because of prior commitments. 3 -

He has requested this office to furnish him with a current directory of the National Academy graduates. He was advised there were no extra copies for dissemination.

He requested this office to furnish him the addresses to which he could write for subscriptions to various pro-Communist publications. He was advised that such was not available.

He requested the Miami FBI Office hire his
He was advised there were no openings at that time for which
appeared to be qualified. This would
have made a good "source" for McKEE and THE WACKENHUT CORPORATION
(in the FBI.

He requested this office index the name of his as a subscriber to Communist publications on behalf of THE WACKENHUT CORPORATION. pointed out was used to secure the publications which are used as the source of a "security review" dealing with the Communist menace, which was for THE WACKENHUT CORPORATION employees only. connection, he also mentioned that this publication was so "excellently" done that he had distributed it to the Dade County Bar Association at their request. Upon inquiry, he could not explain how the Dade County Bar Association was aware of such publication if it\were only for THE WACKENHUT CORPORATION employees. He also stated that Mr. WACKENHUT was in communication with the Director of the FBI concerning mame has been such publication. appropriately indexed.

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Chief of Police Walter Healey, Miami, on 11/29/61 mentioned to the SAC that SAM McKEE, former Bureau employee, had requested that he, HEADLEY, have his men from Miami go to Fort Lauderdale, Florida, and conduct investigation concerning the honesty, veracity and what type of business partner a particular resident of Fort Lauderdale would be for a prospective client. Headley laughed in repeating the request and described it as "ludicrous" in view of the fact that the Miami Police Department, of course, would have no jurisdiction in Fort Lauderdale.

On October 25, 1961, an ex-Agent employed by THE WACKENHUT CORPORATION repeated in confidence that McKEE had made a disparaging remark concerning an FBI employee, involving an investigation of alleged impersonation by a WACKENHUT employee. McKEE was contacted by an Agent of this office, and according to the ex-Agent, McKEE had told others in the WACKENHUT CORPORATION, after the interview, that he had said to the FBI Agent: "Son, you don't have enough facts for a 47-0 reference." It is alleged he then told the Agent of his, McKEE's, background in the FBI. McKEE passed it off as a great joke and inferred his great superiority over the The Agent who conducted the interview states positively that no such reference was ever made to him as quoted above and attributed to McKEE. This appears to be another instance of McKEE falsifying the facts for his own personal glory.

On January 31, 1962, McKEE called and asked that the SAC proceed to THE WACKENHUT CORPORATION offices to join him and Mr. WACKENHUT for lunch, stating WACKENHUT had some very valuable information concerning subversion. He was advised that because of prior commitments, the SAC could not accept, but an experienced Agent would be sent to obtain the information in their possession. Neither he nor WACKENHUT had any information of value and this was obviously "bait"

MM 66-2466

June H

whereby he could get the SAC to make the courtesy call at his request upon WACKENHUT.

Because of McKEE's propensities, the personnel of this office have been alerted to be most circumspect in any possible contacts with him and to keep such at a minimum. On all occasions he has been handled diplomatically. At all times he has spoken in a friendly, ingratiating manner with the SAC, and there is no outward friction between the two. There is a constant effort on his part to get information and preferential treatment to which he is not entitled, and it is not the intention of the SAC that he be afforded any information or treatment other than that to which any other citizen is entitled, UACB. Unless Advised to Center which any

An informant of this office on 2/15/62 advised that former Bureau Agent FRED T. HARRIS (employed with FBI from 1946 to 1957) will head up a new office of this corporation to be opened in San Juan Puerto Rico.

The same informant, advised that "BUD"

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(CYRUS W.) THOMPSON, a former FBI Agent from 1951 to 1953, continues to be employed by THE WACKENHUT CORPORATION

who has been

mentioned in various reports from this office pertaining to corruption.

MM 66-2466

Whenever THE WACKENHUT CORPORATION or any of its personnel are involved, I am taking all possible steps to insure that the Bureau's best interests are fully protected at all times.

The above is submitted for information and indexing purposes.

Delanama Ahma Ameliethis intoluble attration well.

TO

Director, FBI

3/21/62 DATE:

¼ SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION INFORMATION CONCERNING

TALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT UNITE SHOWN OZHERWISE ..

The above-captioned organization recently commenced publishing a publication, 'The Wackenhut Security Review." They are attempting to circulate it throughout the community. One copy of the February and one copy of the March, 1962, issues are enclosed for information purposes.

The above copies of the publication were confidentially supplied by

2 - Bureau (Encls 1 - Miami

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Vol. 2, No. 1

March, 1962

COMMUNISM and YOU!

"Communism is a higher and more perfect stage of social life, and can develop only after Socialism is fully consolidated. Under Communism all the survivals of the capitalistic system will be completely wiped out."

Nikita S. Khrushchev, October 18, 1961, at the 22nd Congress of the Communist party.

PARADISE ON EARTH

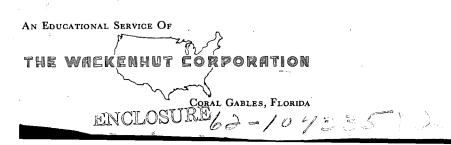
After Karl Marx and Friedrich Engels had solved, to their own satisfaction, the riddles of nature with their Dialectical Materialism, they "discovered" another great law, which they called Economic Determinism.

Economic Determinism, they said, is responsible for all the developments in our civilization. Man's primary instinct is self-preservation, and it is this instinct which makes him protect whatever method of production he is using to secure the necessities of life. In turn, it is the method of production that determines the social, political and religious customs with which he surrounds himself. With this discovery came the conclusion that it is only necessary to set up the perfect economic system for the world and all problems will vanish. Man, in other words, is not the master of the system, but its slave.

History, as they saw it, is a continuing record of class struggle between free man and slave, lord and serf, owner and worker, and the cause of the class struggle is always one thing - private property.

Private property, according to the Communists, brings about the subjugation and exploitation of man by man. Historically, it is responsible for religion, for morality and for the formation of the state, all of which were designed primarily to protect the owner, his property, and his social and economic advantages from the vengeance of the non-property class.

Religion is "the opium of the people", used by the bourgeoisie or property owners, to lull the proletariat or workers to sleep. There is no such thing as morality with unswerving standards of right and wrong. Morality is simply another trick of the bourgeoisie to keep the proletariat in bondage. Morals cannot be based on God's commandments because there is no God, so they said.



Our failure to understand their attitude toward morality has contributed greatly to our confusion in dealing with Communists. Our Western conscience, based on Judaic-Christian morals, has made it almost impossible for us to conceive of persons who can continually lie, murder, cheat and steal, who break agreement after solemn agreement, and then blandly maintain they have done no wrong.

Having found the fault of all evil in the ownership of private property, Marx and Engels projected the ultimate results under the capitalistic system. They saw the small factory taken over by the larger factory, monopolies taking over all businesses, the workers ground down helplessly with lower and lower wages, with the few becoming ever richer and a powerful government protecting them from the revolt of the enraged masses. But this would not continue forever, the patience of the proletariat would become exhausted, and eventually they would arise and overthrow their capitalistic masters and seize all private property.

Since this revolution was inevitable in any case it was up to Marx and Engels, they decided, to speed it on its way. Only one thing could possibly save the doomed capitalists – if they freely surrendered all that they owned without a fight.

Once victory throughout the world had been achieved, either through surrender or revolution, the Dictatorship of the Proletariat would be established. With it would come the support of the proletariat everywhere, and the complete elimination of capitalism to be replaced by international socialism. In case of any ridiculous resistance by capitalists, Joseph Stalin pointed out that there would be created a mighty army of "defense" that would consolidate the victories in all countries of the world.

Socialism, with state ownership of all land and means of production, would then lead the way to final and complete Communism. Now, indeed, would the dream of paradise on earth come true. As Socialism turned into Communism, all class consciousness and hatred would vanish; there would be no private property, no wages; everything would be owned by all. Under such a perfect system, there would be no judges or law courts or policemen, no need for elected representatives, a government or a state. All would work happily together in this most joyful world. "Each will produce according to his ability and each will receive according to his need." Mankind would be a new species, made over completely.

But just on the chance that there might be a thief in the crowd, a drunkard, a loafer, or a malcontent, Lenin gives straight-faced assurance that they would receive swift and sure punishment from the armed people themselves. He does not explain the need for force of arms in paradise.

These are the theories of Marx and Engels, followed by Lenin and Stalin, and repeated in the 1961 Soviet Congress in Moscow by Nikita Khrushchev. These are the theories the Communists would force upon the entire world today.

The Wackenhut Corporation is a national security and investigative organization headed by former Special Agents of the FBI. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees throughout the United States and Puerto Rico. Copies may be secured by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida.

Vol. 2, No. 2

February, 1962

COMMUNISM and YOU!

"It was Marx, Engels and Lenin who developed the theory of scientific communism and indicated realistic ways and means of establishing the new society and the revolutionary forces destined to destroy the old world and build the world of Communism."

Nikita S. Khrushchev, October 18, 1961, at the 22nd Congress of the Communist Party.

THE WORLD MAKERS

Communism and Karl Marx and Friedrich Engels were a product of their times. The industrial revolution was under way; the machine-age had arrived. From the country sides the farmers and their families swarmed into the cities and the mass-migrations resulted in the ugly growth of the slums, which in turn produced increased poverty, disease, vice and violence.

Marx and Engels looked at the new industries and the new factory-working class and saw the troubles of the dislocated masses, the low wages and the long hours, and they concluded that the economic system was the sole cause of all the troubles of the world. They did not see beyond their day, that the machine-age, in time, would liberate millions of people from bare subsistence levels and raise them to the highest standards of living ever achieved.

In the midst of these 19th century problems, they held aloft two great promises, dear to all mankind: the promise of universal peace and the promise of universal prosperity – two promises which, under the Communist program formulated by Marx and followed by Khrushchev today, can only come about if all the peoples and all the nations of the world have first been conquered and completely enslaved by the Kremlin. It is these same two shining promises that have mislead many, rich and poor alike, to turn to Communism and blindly accept its theories without closely examining its results. Yet the terrible results are plain to see: in Hungary, Tibet, in East Germany, and in Cuba.

Marx and Engels continued to deal happily in theories and grandly made plans for their brand new world. In addition to their preoccupation with economics, they also were impressed by the new developments in science. If Communism could be made "scientific", and thus respected, then indeed it would prove irresistible, they believed. All Communists ever since have parroted this emphasis on science. "Our conception of the communist system is based entirely on the scientific conclusions of the founders of Marxism-Leninism", Nikita Khrushchev proudly proclaimed to the membership at the 22nd Communist Congress in Moscow.

THE WALKENHUT CORPORATION

CONTROL OF THE WALKENHUT CORPORATION

To be scientific, Marx and Engels had first to establish their own philosophy of nature, which became known as Dialectical Materialism. This philosophy maintained that the complete explanation for the universe and everything in it is to be found solely in physical matter. Matter alone is the sum total of the world. They then developed three laws to explain the nature of matter.

The Law of Opposites - Everything in nature is a combination of opposites; for example, electricity with its positive and negative charges. The conflict of the opposite forces accounts for the energy and the movements of things in the universe. Matter needs no outside source of power. (The fallacy of the "law" lies in the fact that opposite elements would not conflict in the first place unless they already possessed energy in themselves. Two inert pieces of dirt do not produce energy. Together, they produce nothing - but dirt.)

The Law of Negation - Nature tends to increase the quantity of all things. Engels observed that plants, animals and man are born, grow and, after reproducing, die. The thing itself is negated after reproducing; therefore, he said, nature expands through dying. This natural pattern requires no guiding intelligence. (Actually, the "law" proves nothing except the reproductive principle of nature. The negation or dying has nothing to do with it. Some plants and people die without reproducing; others reproduce many times before dying.)

The Law of Transformation - Nature increases by "leaps" and "bounds". As things increase in quantity, they make a sudden leap, and a new form or species is created. In such a manner an albuminous substance was formed and, with a leap from albumin, life was born. (The fallacy in the "law" lies in the fact that no where in the universe do we find life reproduced except by life itself. Rather than life being the result of blind accident, all observation points to its highly complex, predetermined design.)

But Marx and Engels were elated. With their three laws they had satisfactorily explained the universe. They had demonstrated the source of energy; they had explained the increase of things in nature; they had revealed the origin of life; and they had explained it all on the basis of matter.

"Now", said Engels triumphantly, for this was their objective, "the last vestige of a Creator external to the world is obliterated."

Since everything in nature is the result of matter in motion and accumulated accident, and not of God, and since man is the highest form of accumulated accident in a Godless world, he is, in reality, the God of the universe.

Having made these momentous discoveries, the Communists concluded with neat simplicity, "It is now up to us to remake the world!"

What can we do? We can recognize that the Communists are determined and dedicated to do just that - remake the world in the Marxist-Leninist image. We can keep the image of their world before us, and we can judge their words and their deeds accordingly.

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		Mr. Mohr	
		Mr. Callahan	
		Mr. Conrad Mr. Dol. ach	
	•	Mr. Evans	
	Contract to the second	Mr. Malone	
		Mr. Rosen	
137	and the second s	Mr. Sullivan Mr. Tavel	
		Mr. Tueber	
		Tele. Room	
		Miss Holmes	
/	ALL INFORMATION CONTAINED 4-3-62	Miss Gandy	
1	HEREIN IS UNCLASSIFIED		
	MR. DE LOACH: EXCEPT WHERE SHOWN		
	MR. DE LOACH. OTHERNISE	b6	
	This was a CAC Was loss C. Company Missay to Laborate	1-70	
	This morning, SAC Wesley G. Grapp, Miami, teleph	omeany	
	requested urgent delivery of 3,000 copies of one of the Director's re	ecent	
	reprints which he could deliver to	las vou	
1	know, is		
1		is	
į	known to the Director. \digamma	ORIDA	
		as you is ORIDA 62 pointed Wackenhut	
	You may recall that my memorandum to you of 3-20-	62 pointed	
	out that Grapp advised they were having problems in Miami with the	©Wackenhut ≩	
	Corporation, a group of former Agents. had been approached	ed by Wacken- A be	
,	hut to disseminate certain literature and Grapp felt that the FBI sho		
,	one to furnish with anticommunism material. Accordingly,	on 3-20-62	
-{	<u> </u>		
	Grapp was furnished 3,000 copies of the Director's speech at Valley	rorge.	
	Grapp now advises that Wackenhut Corporation has again approache		
	and he wants to shun them. This can be accomplished through furni	sning	
	with about 3,000 copies of another of the Director's articles. Grap	p would like	
	this material shipped to the Miami Field Office and he in turn will h	in the second se	
	material transmitted to Grapp thought that the Director	or's article, 🔪 👸	
	"Let's Fight Communism Sanely," would be a good one to furnish		
		1	
	There is attached a requisition for the requested mat	erial to be	
	sent to SAC, Miami.		
		•	
	D. C. MORRELL	copy	
		attached	
		attaches.	
	1 62-101833 12 FX	•	
	Enclosure, APR 6 1962		
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COMMUNISM SANELY! CREICHE

Combining
the Communist
Campaign Against
America's Churches

By JOHN EDGAR HOOVER, Director, Federal Bureau of Investigation

The Communist Party today is waging an aggressive campaign against all sectors of American national life. A foremost objective is the religious life of this Nation—our religious leaders and groups. This campaign, following historic Marxist-Leninist principles, can be expected to continue with unabated zeal.

Always we must remember that the Communists are atheists. They deny that God exists and disparage morality based on religious principles. "Religion...is the opium of the people," Karl Marx declared. "We remain the atheists that we have always been," echoed Nikita Khrushchev. The Party takes every opportunity to criticize religion. The recent Soviet space flights are a good example.

"Yuri Gagarin (the Soviet cosmonaut) really has given a headache to believers!" *| Izvestia*, Soviet newspaper, commented in an article entitled "What is God?"

"He flew right through the heavenly mansions and did not run into anyone: neither the Almighty, nor Archangel Gabriel nor the angels of heaven. It seems, then, that the sky is empty!"

The Communist Party, U. S. A., for tactical reasons, attempts to camouflage its atheistic convictions. However, it is a faithful champion of the atheism of Marx, Engels, Lenin and Khrushchev and is working today to undermine the religious faith of the American people.

Over all, the Party has not had marked success in its attacks against the church. The Communists have found in religion a foe of the greatest tenacity, able to withstand the withering firepower of Marxist-Leninist chicanery. The overwhelming majority of America's clergy are loyal citizens, devoted to working for the best interests of the Nation. Being men of God, they realize that Communism and religion are irreconcilable, that never can there be a truce between them.

Americans can be truly thankful for the magnificent contribution which these men have made to our national life. This Nation was founded by men and women who believed in the Eternal, and religion remains today the mainstream of our culture.

It is unfortunately true that, over the years, some clergymen-knowingly or otherwise-have lent their names and prestige to various Communist causes. In many instances, these individuals were supporting what they sincerely thought or had been led to believe were laudable social objectives and causes. They were sorely unfamiliar with the manner in which Communists continuously exploit legitimate issues for their own ulterior objectives.

Despite the fact that the Communists have had only limited success in exploiting the prestige of the clergy, we must face the tragic reality that any individual who aids the Communist conspiracy is one too many. Look at the example Communist Comm

of Dr. Klaus Fuchs. He was just one of many thousands of workers on a highly confidential project in World War II--development of the atomic bomb. In fact, he was a rather undistinguished-looking fellow, not likely to impress anyone as a conspicuous leader. Yet that one man--Klaus Fuchs--was responsible for tremendous and irreparable damage to our national security.

Dr. Fuchs could steal only physical things. though they were vitally important. But our clergymen are dealing with properties of an incalculably higher value--the living souls of men and women, boys and girls. Their ideas. their actions, their example, are day after day helping to mold the spiritual values of our society. If they serve as sponsors of Party fronts, if they allow their names to be exploited in Party agitation programs, if they describe Communism as offering legitimate solutions to the problems of life, they stray from their sacred duty--guiding hearts and souls into a deeper faith in God. Clergymen, by the very nature of their calling, are dedicated, selfsacrificing individuals interested in social justice. The Communists, on the other hand, are cynically exploiting for their own ends all the deficiencies, real or imagined, in our society. For this reason the Party's position, on occasion, may, for tactical reasons, coincide with the views of many clergymen on specific economic, political or social issues. We must be careful not to identify indiscriminately as Communists those clergymen whose views on a particular question may, at times, parallel the official Party position. Innuendoes, false accusations and unfounded charges can only weaken the fight against Communism by diffusing the strength of the anticommunist forces.

The ultimate aim of Communism is to refashion the image of man—to make him a servile creature of the state, obedient to the whims of the ruling Party clique. Our clergymen are vitally needed today to help counteract the Communist challenge. Clergymen—and men who believe in God everywhere—literally stand on the front lines of this giant ideological battle. They have a vital task of helping strengthen the spiritual faith of our Nation. No group in America has a more significant role to play in protecting the historic values of our Judaic-Christian culture.

The overwhelming majority of America's clergymen, in co-operation with their fellow Americans, are setting a wonderful example. The Communists realize that these men of God are their formidable opponents-men who are helping blunt the Communist offensive. But even one clergyman who, in any way, gives aid to the Communist movement is one too many. He makes more difficult the task of fighting the enemy. We must all work together to protect the Nation

To: SAC, Miami

From: Director, FBI

THE WACKENHUT CORPORATION

Bureau desires no contact by your office with Samuel K. McKee or other members of the Wackenhut Corporation; no Bureau data should be disseminated by your office to this firm or any member thereof; and no former Bureau employees associated with this firm should be invited to participate in any function of your office.

George R. Wackenhut; Joi Cooper;	n S. Ammarell, Jr.;	Sheldon M. Frederick T
Harris; Victor P. Keay; Robert F Philipe V. Moore; Thompson.	; Robert S. Hopler; Franci Kelley: Samuel K. McKee; Har: Hugh A. Page, Jr.; an	ry E. Manicas;
1 - Mr. DeLoach 1 - Mr. Mohr		APR 19 1962
1 - Mr. Belmont 1 - Mr. Rosen 1 - Mr. M. A. Jones 1 - Name Check Section		222 /

Tolson Belmont Wackenhut Corporation." Mohr. Callahan Conrad . DeLoach Evans Malone. Rosen_ Sullivan JRH:eah Tavel (10)Trotter Tele, Room Holmes MAIL ROOM TELETYPE UNIT

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Memorandum

Mr. DeLoach TO

: M. A.

4-16-62 DATE:

LALL INFORMATION CONTAINED HERRIN IS UNCHASSIFIED

SUBJECT: THE WACKENHUT CORPORATION

Re memorandum dated 4-13-62 from Mr. G. H. Scatterday to Mr. Rosen. Pursuant to the Director's instructions, all former FBI employees currently known to be now associated with the Wackenhut Corporation are being removed from Bureau mailing lists.

Stanley J. Tracy, reportedly elected as director of this Corporation, is also being removed from the Bureau's mailing lists.

The Miami Office is being requested by attached airtel to discreetly ascertain the identity of any additional former FBI employees associated with this firm who are not currently known to the Bureau so that they too may be removed from Bureau mailing lists. Airtel to Miami additionally, reiterates instructions to refrain from any contact with former SAC Samuel K. McKee and also instructs Miami to insure that no ex-employees currently associated with the Wackenhut Corporation are invited to any Bureau functions.

Attached also is an SAC Letter alerting the field to the character and activities of the Wackenhut Corporation.

RECOMMENDATIONS: (3)

(1) Along with all other ex-FBI employees now associated with the Wackenhut Corporation, former Assistant Directors Stanley J. Tracy and W. Richard Glavin be removed from Bureau mailing lists.

REC-72 62-107335-(2) Attached airtel be approved and forwarded SAC, Miami, reiterating instructions to avoid contact with former SAC Samuel K. McKee and other employees of the Wackenhut Corporation.

25 APR 24 1962

(3) Attached SAC Letter alerting the field to the character and activities of the Wackenhut Corporation be approved and appropriately disseminated.

Enclosures acut 4-18-62

Mr DeLoach & EROY - Mr. Rosen

1 - Mr. Belmont 1962 1 - Mr. M. A. Jones

1 - Mr. Belmont 1 - Name Chair 1 - Name Check Section

JRH:eah (8)

4704

Malone . Rosen

Sullivar Tavel Trotter

Tele, Room Hólmes

.00-6 -OFFICE OF DIRECTOR FEDERAL BUREAU OF INVESTIGATION UNITED STATES DEPARTMENT OF JUSTICE April 18, 1962 The attached copy of "The Wackenhut Security Review' was sent to the Director by The Wackenhut Corporation, Post Mr. Jones Office Box 458, Coral Gables 34, Tele. Room Florida. Miss Holmes Mrs. Metcalf Reference is made to the FBI in Miss Gandy the last paragraph (reverse side) hcw A. I. AREC. 91 13 APR 30

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53 WAY 16 1962

Vol. 2, No. 4

April, 1962

COMMUNISM and YOU!

"A revolution is the most authoritarian thing there is; it is the act whereby one part of the population imposes its will upon the other part by means of rifles, bayonets, and cannon.. and if the victorious party does not want to have fought in vain, it must maintain this rule by means of terror which its arms inspire in the reactionaries."

Nikolai Lenin

REVOLUTION!

Now the bible of Communism was written and the pattern set - a pattern that would bring torture, prison and death to millions of people and cause other millions to flee from their countries, leaving behind their relatives, their homes and all of their possessions.

The work of Marx, the originator, and Engels, the collaborator, was complete. It needed only a man to put it into effect and start the juggernaut of Communism rolling across the face of the earth. The man stood ready, waiting. He was Nikolai Lenin.

Lenin was educated as a lawyer and received his degree from the St. Petersburg University, where he stood first in the graduating class of 124 students. But he early gave up the practice of law. He devoted himself to studying the Marxist program and became a member of the radical underground groups that were plotting violent revolution and the overthrow of the Czar. He was exiled to Siberia for his activities and, after his release in 1900, spent the next 17 years wandering through the cities of Western Europe.

During a Communist Party meeting in London, a significant dispute occurred. Many of the members were in favor of pacifist socialism and opening the membership of the Party to all. Lenin was shocked. The Party, he said, was not for weaklings, the curious or halfhearted, who would turn and run at the sound of a gun. It was for the strong and the disciplined, the selected few who would dedicate their lives to the Communist Party with fanatical devotion, and who would lead the masses in successful revolution.

Lenin won the fight for hard-core revolutionists, naming his supporters the "Bolsheviks", from the Russian word meaning majority; his opponents became known as the "Mensheviks", or the minority. 62-107335-16

AN EDUCATIONAL SERVICE OF

THE WACKENHUT CORPORATION

Coral Gables, Florida

Here, in the spinning and ever after, the Communa did not have or want the multitudes as members of the Party. The masses, they believe, are for manipulation, to be deceived and led and controlled by the powerful few – as it happened in Russia, and is happening today in China, East Germany, Tibet and Cuba. But still the Communists continue to smile and hold out their arms in welcome, inviting the people of the world to come to them with promises of happiness, peace and plenty.

In March 1917 a quarter-million Russian people burst upon the streets of Petrograd, demonstrating against Czar Nicholas II and his tyrannical government. There was comparatively little violence, but the revolt was successful, and within a week the Czar had abdicated and had been placed with his family under house arrest.

This was a true revolution of the people, and the Communists would regret forever that they could not claim credit for the overthrow of the Czar. Where were the Communist leaders? Abroad. With a new liberal regime in power, headed by Alexander Kerensky, Nikolai Lenin came rushing back from exile in Switzerland, and to his side from Siberia came another Communist named Joseph Stalin.

The plotting began immediately. Lenin bitterly denounced the Kerensky government and demanded the establishment of a Communist dictatorship of the proletariat. He and his aides worked furiously to build up the strength of the Red Guard. To the workers he promised "Peace, Land and Bread!" He appealed to the hungry and the ragged soldiers who had deserted and straggled home after their disastrous defeat by the Germans on the World War I front. Insurrectionists in the army and navy and among the labor unions and peasants were organized and armed.

"... you are given a rifle and a splendid machine gun equipped according to the last word of machine technique; take this weapon of death and destruction, do not listen to the sentimental whiners who are afraid of war. Much has been left in the world that must be destroyed by fire and iron for the liberation of the working class . . . prepare to organize new organizations and utilize these so useful weapons of death and destruction against your own government and your bourgeoisie", Lenin urged. Like a tiger in ambush now, he was awaiting only the right moment to spring.

It came on November 7, 1917. The country was in chaos, and the main army was still engaged on the war fronts when Lenin gave the order to strike. The armed Bolsheviks raged through the streets of Petrograd seizing all government offices. The Red Guard marched upon the Winter Palace and opened fire, joined by traitorous army units that turned their guns on their own government. Under the fierce attack the Palace Guard went down in defeat; the dead covered the grounds and the steps as the Bolsheviks rushed inside to capture the Palace and government officials. Within the next few weeks all the important cities in Russia fell before the force and violence of the Communists. The Bolshevik revolution was a success.

At that moment, one of history's greatest threats to humanity was born. A handful of 40,000 hard-core Communists and their followers had conquered a nation with a population the size of the United States. In the next 44 years, impossible as it seems, the Communists would go on to capture and enslave nearly a billion more people throughout the world.

The Wackenhut Corporation is a national security and investigative organization headed by former Special Agents of the FBI. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees throughout the United States and Puerto Rico. Copies may be secured by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida.



FLACK

BUSINESS BRIEFS

CHARLES B. FLACK JR. has merged his New Jersey investigative firm with the Wackenhut Corp. of Coral Gables. Flack has been named a district manager for the company and will supervise operations in the Pennsylvania-New Jersey area.

Maner

Mr. Tolson.
Mr. Belmont
Mr. Mohr
Mr. Callahan
Mr. Conrad
Mr. Dorrich
Mr. Evans
Mr. Malone
Mr. Rosen
Mr. Sullivan
Mr. Tavel
Mr. Trotter
Tele. Room
Miss Holmes
Miss Gandy

THE MIAMI NEWS Miami, Florida

Pate: 5/3/62

WACKENHUT CORP. (MMfile 66-2466)

Submitted by the Miami Division

NOT RECORPTED

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Rec'up 6 10 20 AM '62

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2 Enclosumes
To: Director, FBI
From: SAC, Newark
Date: 5/4/62
Re: The Wackenhut Corp.

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5 62-107335-11

UNITED STATES GOVERNMENT

Memorandum

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Director, FBI

DATE: 5/4/62

OTHERWISE

FROM .

SAC, Newark

Fall information contained HERTIN IS UPCLASSIFIED RECUES TIME SHOWN

SUBJECT:

THE WACKENHUT CORPORATION

CHARLES B. FLACK, JR. AND ASSOCIATES, INC.

Re SAC Letter 62-24 (B) dated 4/24/62.

Enclosed for the information of the Bureau is a letter from CHARLES B. FLACK, JR., District Manager, THE WACKENHUT CORPORATION, Philadelphia Office, 2 Penn Center Plaza, Philadelphia, Pa., to SA JAMES OAKLEY of our Camden Resident Agency, together with a folder on THE WACKENHUT CORPORATION.

It will be noted that FLACK is now associated with THE WACKENHUT CORPORATION and we will be guided according to the instructions in referenced SAC Letter. SA OAKLEY did not acknowledge the letter and it will not be acknowledged.

Foregoing for information.

(GVM)

2-Bureau (Enclosus)
1-NewarkEMCARD
RWB:ets

63-112333-11

MAY 9 1962

TERTO

62 MAY 15 1962

b7E

Management



THE WACKENHUT CORPORATION

Services for Management and the Professions

62-107335-17

HOW SECURE IS

Consider these facts: Each year employees are stealing one billion dollars from business and industry, shrinkage in the retail trade exceeds five hundred million dollars, and fire destroys another billion dollars worth of property.

In addition, business espionage is on the increase and is becoming highly specialized. Theft of a single company secret from a drug firm recently resulted in the loss of millions of dollars worth of sales. Loss of Government classified documents put another company out of business. A young cashier of a loan company recently embezzled nearly \$186,000 over a four and one-half year period.

Is it any wonder, then, that many of the predicted fifteen thousand businesses to go bankrupt this year will have failed because of fire, theft, sabotage, information leaks, failure to properly comply with Government security regulations and embezzlement?

Are your buildings, property and merchandise protected against illegal entry, fire, internal and external theft?

Are your employees thoroughly screened before they are hired; are your company's valuable secrets safe in their hands?

Have your offices been checked for the presence of electronic listening devices? Are your premises scientifically secured? Has a survey of your installation been made recently to determine your security needs?

Investigation before consummation of a partnership, business contract, or the hir-

YOUR BUSINESS?

ing of key personnel can prevent future difficulties. Loss prevention can be assured; recovery can not.

You know best the answer to the question, "How secure is your business?", and whether or not you need professional assistance.

The Wackenhut Corporation, a young and progressive organization with a staff of vigorous and highly trained executives, is fully qualified to solve all of your security problems. Headed by former Special Agents of the FBI, it is one of the largest organizations of its type in the nation, providing management consulting, security and investigative services to business, industry and the professions throughout the United States and Puerto Rico.

The Wackenhut Corporation services are tailored to the individual requirements of your management. They may range from an investigation, a safety survey or a single guard, to a force of hundreds of men providing security and fire protection services at missile launching bases.

We will be glad to consult with you on any of your security and management problems.

MAY WE HELP YOU SAFEGUARD YOUR BUSINESS?

Call or write:

THE WACKENHUT CORPORATION
Philadelphia District Office
Two Penn Center Plaza
Philadelphia 2, Pa.
Telephone: LOcust 3-6838

THE WACKENHUT CORPORATION

Services for management and the professions

May 1, 1962

EXECUTIVE OFFICES
3280 PONCE DE LEON BOULEVARD
CORAL GABLES, FLORIDA

PHILADELPHIA OFFICE
TWO PENN CENTER PLAZA
LOCUST 3-6838

Mr. James Oakley
Federal Bureau of Investigation
Post Office Building
Camden, New Jersey

Dear Jim:

I am happy to tell you that I have merged my company, Charles B. Flack, Jr., and Associates, Inc., with The Wackenhut Corporation of Coral Gables, Florida. This young, progressive organization, headed by former Special Agents of the FBI, provides security and investigative services on a national scale to business, industry and the professions.

It is serving many of the nation's largest corporations and has more than 2,000 employees throughout the United States and Puerto Rico. Among other projects, it is guarding four Titan and Atlas missile launching bases.

As District Manager, I have assumed responsibility for the operation in the Pennsylvania-New Jersey area, where we will offer the full range of Wackenhut services.

There are many advantages to you under this new arrangement, including nationwide coverage for your investigative problems and the opportunity to call upon the extensive knowledge and facilities of this top quality, modern security organization.

I hope to see you soon, but if there is any way we can serve you in the meantime, please call me.

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Sincerely yours,

Charles B. Flack, Jr. District Manager

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DIRECTOR, FBI

DATE:

4/24/62

ATTN:

TRAINING AND INSPECTION DIVISION

SAC, ALBANY (1-0)

VALL IMFORMATION CONTAINED

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OTHERWISE

SUBJECT:

HARRY E. MANICAS

The Wackenhut Corporation

Coral Gables, Florida and Buffalo, N.Y.

NATIONAL ACADEMY MATTER

Chief of Police CLEMENT J. YOUNG, NA, Plattsburgh, New York Police Department, on 4/18/62, turned over to SA EDWARD A. MC SHANE, Jr. the attached copy of a communication dated 4/10/62, which he had received from HARRY E. MANICAS, Area Manager, The Wackenhut Corporation, Coral Gables, Florida, and Buffalo, New York. The letter states that Chief YOUNG's name was obtained through the National Academy Register, and requests investigation of one EDWARD W. MAUST in the Plattsburgh area.

Chief YOUNG stated that he does not know MANICAS and does not intend to conduct any investigation for him Chief YOUNG felt that the Bureau might be interested in this use of the NA Register by MANICAS.

Albany files reflect HARRY EMMANUEL MANICAS was a Special Agent from 7/5/43 to 8/22/44 when his resignation was requested because of unsatisfactory development.

CC: 3-Bureau (Enc.1)

1-Albany

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5 APR 25 1962

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PERS! REC. VIII

DRPORATION

Services for management and the professions

EXECU VE OF 1 15 SERO PONCE - X LECH PHULEVARD

> BI FALC HETE AWAHE AVENUE 6 6308

April 10, 1962

Mr. Clement J. Young Chief of Police Plattsburgh, New York

Dear Mr. Young:

RE :	MAUST.	EDWARD	W.	
	Forme	r Addre	SS:	

Your name was obtained through the National Academy Register. I would greatly appreciate your cooperation in the handling of a claim in your area. If for any reason you are unable to handle this assignment, I would appreciate your assistance in turning this matter over to a competent investigator of your acquaintance.

Please conduct the following investigation of the above captioned individual. MR. MAUST was injured in an auto accident As a result of this accident, a sizeable on claim is pending. An EBT developed that the subject was formerly affiliated with the following Union in your area. Please conduct a full inquiry through Laborers Union, Plattsburg, New York.

Purpose of investigation is to develop full information available through this source, including all details of background information, former employers and former residences. May we have your reply at your earliest possible convenience...

Please include a statement, setting forth your time and expenses in this handling. A check will be forwarded by return mail.

Very truly yours,

Harry E. Manicas

Area Manager

HEM: cmr

b6 b7C b6 b7C то

MR. MOHR

DATE:

April 26, 1962

Tele. Room Holmes ____

FROM

MR. J. F. MALONE

ALL INFORMATION CONTAINED

SUBJECT:

HARRY E. MANICAS

The Wackenhut Corporation

Coral Gables, Florida, and Buffalo, New-York

NATIONAL ACADEMY MATTER

By communication dated 4/24/62, SAC, Albany, advised that Chief of Police Clement J. Young, National Academy, Plattsburgh, New York, Police Department, on 4/18/62 turned over to Special Agent Edward A. McShane, Jr., a copy of a communication dated 4/10/62, which was received from Harry E. Manicas, Area Manager, The Wackenhut Corporation, Coral Gables, Florida, and Buffalo, New York.

The letter states that Chief Young's name was obtained through the National Academy Register (Directory of Graduates) and requests investigation of one Edward W. Maust in the Plattsburgh, New York, area. The matter was obviously not a police matter and Manicas indicated that Chief Young would be paid for his services. Chief Young stated that he does not know Manicas and does not intend to conduct any invest igation for him.

Albany files reflect Harry Emmanuel Manicas was a Special Agent from 7/5/43 to 8/22/44, when his resignation was requested because of unsatisfactory development.

This is an apparent attempt on the part of Wackenhut to exploit police officers for the purpose of handling their investigations. This would seem to be an undesirable as well as an unethical practice which should be discouraged. Although we have no control over who ultimately receives copies of the National Academy Directoryof Graduates, it would seem within our province tell Manicas that we do not want the Directoryof Graduates used as a possible inducement to obtain the cooperation of National Academy Graduates to do the work of his organization.

RECOMMENDATIONS:

That I be authorized to discuss this matter with the Executive Committee of the International Association of Chiefs of Police at their meeting scheduled for May 15, 1962, with a view towards having the President of the organization.

JFM:wmj (3)

XEROX be MAY 10 1963

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UNRECORDED "OP FILED IN /35"

Memo for Mr. Mohr Re: Harry E. Manicas

point out to Wachenhut that this practice is undesirable.

2. That the SAC at Buffalo be authorized to call upon Manicas and tell him that the Bureau does not appreciate the use of the National Academy Directoryof Graduates as a means of his obtaining the cooperation of law enforcement to do the work of Wackenhut. If approved, Training and Inspection Division will handle.

G/TO

Offin Vachenhit with in certainly a high hand

SAC, Buffalo

AEC 862 10 1335=

EX-105

Director, FBI

ALL REVORTAGION CONTAINED

PERS. REC. UNIT

HARRY E. MANICAS
THE WACKENHUT CORPORATION
CORAL GABLES, FLORIDA, AND BUFFALO, NEW YORK
NATIONAL ACADEMY MATTER

Reference is made to SAC Letter #62-24(B) outlining information concerning The Wackenhut Corporation.

Chief of Police Clement J. Young, National Academy, Plattsburgh, New York, Police Department, has furnished a copy of a letter received from the captioned individual. This letter states that Chief Young's name was obtained through the National Academy Register (Directory of Graduates) and requests Young to conduct investigation of one Edward W. Maust in the Plattsburgh, New York, area. The matter was obviously not a police matter and Manicas indicated that Chief Young would be paid for his services. A copy of instant letter is enclosed.

This is an apparent attempt on the part of The Wackenhut Corporation to exploit police officers for the purpose of handling their investigations. Although we have no control over individuals who might ultimately receive copies of the National Academy Directory of Graduates, it is within our province to advise such individuals as Manicas that we do not want the Directory of Graduates used as a possible inducement to obtain the cooperation of National Academy graduates to do the work of his porganization.

Harry Emmanuel Manicas was a Special Agent from 7/5/43 to 8/22/44, when his resignation was requested because of unsatisfactory development.

You should, without delay, contact Manicas and advise him that the Bureau does not appreciate the use of the National Academy Directory of Graduates as a means of his obtaining the cooperation of law enforcement of ganizations to perform weak for The Wackenhut Corporation. Advise Bureau Off results.

Cultahan Enclosure 1 - Albany 1 - Miami - Corporation of Se W. Contact of Se W

osen REW:njf,

rotter ______ (5)

TELETYPE UNIT

Don

MAY 16 1962

DATE:

SAC, PHILADELPHIA (62-0)

SUBJECT:

THE WACKENHUT CORPORATION INFORMATION CONCERNING

Tele. Room.

Re SAC Letter #62-24 (B) dated April 24, 1962 regarding the Wackenhut Corporation.

The Bureau is advised that this Corporation has opened offices in Philadelphia in the Penn Center Building, with former SA CHARLES B. FLACK acting as representative.

2 - Bureau

1 - Philadelphia (62-0)

WVM: MMK (3)

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18 MAY 15 1962

CIBINATE RESPEC

Capital Commerce

New Records Shown By Liberty Mutual

By S. Oliver Goodman Financial Editor

Liberty Mutual Insurance Companies, one of the Nation's leading multiple line firms, yesterday reported a record \$408.9 million in net premiums written for 1961.

Washington office.

Net income from operations increased 21.8 per cent to \$65,-371,903 during the year.

ing to Ford. This was an in-\$2.5 million. crease of \$10,650,000 over results for the previous year.

tual is workmen's compensation insurance, with \$149.2 million in premiums written last year. This was an increase of 5.29 per cent over the previous

The company's auto insurance premiums aggregated \$134.9 million for the year, up \$2.2 million.

Other premium writings for the year, all showing gains, health insurance, included: \$44,416,061; general liability, \$43,916,010; fire and allied lines, \$31,775,627; crime and miscellaneous, \$4,584,674.

Combined assets of the Liberty Mutual's various companies were \$789 million at the end of 1961 an increase of 11.28 per cent.

A Growing Business

Manufacture of products for the improvement of animal health now constitutes a ma-' jor U.S. industry, with sales

in excess of \$200 million a vear.

This was pointed out yesterday by Clifford D. Siverd, newlyelected president of the Ani<u>mal</u> Health Institute, which is meet-



Siverd

The total was 4.9 per cent ing at the Statier rutton Hohigher than \$389.8 million writtel. Siverd is general manten in 1960, according to R. H. ager of the agricultural divi-Ford, manager of Liberty's sion of American Cyanamid

Building Permits Dip

D. C. building permits issued After providing for divi-dends, losses, expenses and compared with \$6,882,413 a taxes, a balance of \$18,222,000 year ago. The latest total remained from underwriting was swelled by a permit for and investment income, accord- an apartment hotel valued at

The city's permit total for the first quarter of 1962 Leading line of Liberty Mu- amounted to \$32,950,482, well ahead of \$29,605,376 in the corresponding period last

Rising Level Expected

Don't look for boom business but the general level of economic activity will accelerate as the year wears on.

That's the prediction of Franklin O. Briese, vice president of Minnesota Mutual Life Insurance Co., as expressed at a regional meeting of the American Life Convention. More than 175 top life insurance executives ended a two-day conference yesterday at the Shoreham Hotel.

The price outlook, Briese said, is for relative stability for a considerable period and there will be a moderately increasing interest rate for the remainder of the year.

4 Named to Board

Four Washingtonians have been elected to the board of sales of \$298 million, up 3.3 directors of The Wackenhut per cent. Net earnings of \$22, Corp., organized eight years ago by former FBI agents as security and investigative organization.

They are: Major General Joseph V. Dillon (USAF-ret.). attorney; Major General Kenneth P. McNaughton (USAFret.), vice president of Fairchild Camera & Instrument Corp.; Stanley J. Tracy, attorney, and Robert L, Weadock, Washington manager of Beloit Iron Works.

headquartered Wackenhut, in Coral Gables, Fla., now has more than 2000 employes from coast to coast.

Campbell Diversifies

Campbell Soup Co., despite its name, is a diversified food company providing a wide variety of convenience foods,

the Washington Society of Investment Analysts was told yesterday.

A. B. Heilig, treasurer of Campbell, pointed out that a diversification program in recent years

has added bean products, vegetable juices, canned spaghetti; macaroni, gravies and sauces, frozen dinners and baked goods.

Emphasizing the importance of new products, Heilig said that 33 per cent of Campbell's business in 1961 came from products added in the last 10 vears.

"This year," he said, "we are introducing more new products than we have ever introduced in one year."

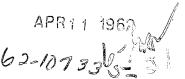
For the 26 weeks ended Jan. 28, 1962, the company reported sales of \$298 million, up 3.3; 770,000 increased 5.9 per cent.

Meetings

American Gas Association yesterday opened a three-day meeting in the Shoreham Hotel. Washington Gas Light Co. employes will present a 62-107 CSUR regret tonight.

Trotter . Tele Room . Holmes _ Gandy .

The Washington Post and \mathcal{D} Times Herald The Washington Daily News_ The Evening Star _ New York Herald Tribune ___ New York Journal-American _ New York Mirror New York Daily News __ New York Post _ The New York Times ___ twThe Worker _ The New Leader The Wall Street Journal The National Observer



A joint meeting of the Capital and Baltimore groups of the National Association of Bank Women will be held tonight at the Belle Haven Country Club. Vincent C. Burke Jr., trust officer of Riggs National Bank, will be guest speaker.

Charles J. Hitch, assistant secretary (comptroller) of the Defense Department, will discuss "Management of the Defense Dollar" at a meeting Thursday night of the Federal Government Accountants Association in the Naval Weapons plant.

Who's News

Harold R. Sieber has been appointed district sales manager of the new Washington office of the Cramer Division, Giannini Controls Corp., at 4435 Wisconsin Ave. NW.

T. R. Mappes, Washington district manager-sales for the St. Louis-San Francisco Railway Co., has been appointed assistant to the president. He will continue in his present Washington post.

James Cerruti, former senior editor of Holiday magazine, has joined the editorial staff of the National Geographic.

Mark Day, former partner in Moore-Day Motors, Inc., has been appointed manager of the technical research division of O'Neill Associates, Inc., Bethesda business service agency.

Notes

Directors of The Riggs National Bank have appointed Milton A. Barlow, executive vice president of Hot Shoppes,

Inc., as a member of the Riggs Advisory Board of Branches.

Jefferson
Federal Savings & Loan
Association is
the latest in
the area to announce it will



boost dividends on savings in the second quarter to a rate of 4¹/₄
per cent.

Electro International, Inc., Annapolis research and manufacturing firm, announced opening of a government liaison office in the Transportation Building, 17th and H sts.

OPTIONAL FORM NO. 10 Belmont RNMENT UNITED STATES GO Moha Callahan lemorandum Evans Malone DATE: Mr. A. Rosen 4-13-62 OT Gandy Mr. G. H. Scatterday **FROM** ALL INFORMATION CONTAINED SUBJECTNOTASSIFIED THE WACKENHUT CORPORATION OFFIERVISE. The "Washington Post and Times Herald" issue of April 11, 1962, contained an article called "Capital Commerce," in which it mentioned that four Washingtonians had been elected to the Board of Directors of the Wackenhut Corporation. organized eight years ago by former FBI Agents as a security and investigative organization. It named the new Directors to be Major General Joseph V. <u>Dillon</u> (USAF - retired), Attorney, Major General Kenneth P. McNaughton (USAF - retired), Vice-President Fairchild Camera and Instrument Corporation; Stanley J. Tracy, Attorney; and Robert L. Weadock, Washington Manager of Beloit Iron Works. The article stated that the Wackenhut Corporation, headquartered in Coral Gables, Florida, now has more than 2,000 employees from coast to Mr. Tolson requested that a detailed memorandum be prepared on the Wackenhut Corporation. ORGANIZATION Bureau files contain considerable information concerning the Wackenhut Corporation. individuals who are officials and employees of the Corporation, and its general operation. In substance, it appears that <u>George R. Wackenhut</u> (Special Agent in Bureau from 2-12-51 through 5-21-54), subsequent to his resignation, became associated with and manager of the Miami, Florida, office of Fidelifax, Inc., an organization which has agents doing private investigative work throughout the United States. At some unstated date following his resignation Wackenhut and three other former Agents (names not indicated in Bureau files) formed a company known as "Special Agent Investigators," which apparently was the organization which was the predecessor of the Wackenhut Corporation. Bureau files do not state specifically when - Mr. Belmont 1 - Name Check Section - Mr. Rosen Brown antel to SAC, Trugen

the Wackenhut Corporation came into existence as such. Wackenhut Corporation, as it is known now, is a security and investigative organization offering its services to business, industry, and the professions, and as of October, 1961 was licensed and operating in ten states in this country and throughout the Commonwealth of Puerto Rico.

FORMER BUREAU EMPLOYEES CONNECTED WITH THE WACKENHUT CORPORATION

who george Twocken hut George R. Wackenhut (previously mentioned), President and Chairman of the Board

John S. Ammarell, Jr., former Special Agent (SA) from 5-11-42, resigned 12-31-54

W. Richard Glavin, former SA, Inspector and Assistant Director FBI from 4-6-31, retired 5-31-54

Samuel R. McKee, former SA and SAC from 3-31-30, retired 2-28-53

former SA from 12-1-47, resigned 6-18-54

Hugh A. Page, Jr., former SA from 7-15-40, resigned 10-30-52, indicated to be a polygraph expert

Frederick T. Harris, former SA from 1946-57, as of February, 1962, headed up the new office of Wackenhut Corporation,

b7C

b6 b7C

Cyrus W. Thompson, former SA from 1951-53, employed las a security specialist involving the inspection and training of security guards

The above former Bureau emp/loyees appear to occupy executive or administrative positions with the Wackenhut Corporation. There are numerous other Bureau employees, including SA's as well as clerical and stenographic personnel that are, according to reports, employed with the Corporation. SAC Grapp, Miami, advised in 1962 that there were approximately twenty-five former SA's employed by the Wackenhut Corporation. Former SA Victor P. Keay in February, 1962, became employed by Wackenhut.

Former SA is also employed. onld know better than

BUREAU RELATIONS AND MISCELLANEOUS INFORMATION

Shortly after Wackenhut resigned from the Bureau he and three other former Agents from the FBI formed the company known as "Special Agent Investigators." The Bureau was alerted at that time because of the strong possibility which existed that clients of this company might be led to believe that these men still had some affiliation with the FBI. Subsequently, by letter dated 1-18-57, the Miami Office was instructed to avoid contact with the company because of misleading advertisements it had used in newspapers and the telephone directory.

As mentioned previously, Wackenhut was the Miami representative of Fidelifax, Inc. In 1956 an SAC letter instructed all offices in the Bureau to be circumspect in their dealing with Fidelifax because of its tendencies to capitalize on the former affiliation of many of its employees with the Bureau.

In March, 1960, the SAC in Miami advised that he had received information from Paul Kubala, Superintendent of Security, Pan-American Airways, Inc., Air Force Missile Test Center, Patrick Air Force Base, Florida, that approximately a year previous thereto he had been offered employment by the Wackenhut group during a luncheon attended by Wackenhut, Kubala, and one Harry Christensen. Wackenhut told Kubala that he could use a man with his experience and background and offered him \$10,000 a year. Wackenhut indicated that he could start earning the money while still employed by Pan-American Airways. Kubala indicated that obviously Wackenhut was interested in operating the 350-man security police force at Cape Canaveral, currently (1960) manned by Pan-American employees. Wackenhut inferred to Kubala that he could begin by attempting to convince his superiors that such a change would be to the best interests of the company. Kubala informed Wackenhut that he was not interested, invited him, Wackenhut, to leave, and has had no further contact with him.

Considerable correspondence has been received from various officials of the Wackenhut Corporation, beginning with a letter on 10-2-61 from George R. Wackenhut, in which he set

forth the setup of the organization and furnished the names and background of various officials. Other individuals connected with the organization have written to the Bureau, setting forth that the organization was doing everything in its power to help combat communism, and that the corporation was printing a review which was published monthly and distributed to clients, friends, and 2,000 Wackenhut employees throughout the United States and Puerto Rico. Requests were made to receive all types of literature possible concerning the Director's addresses regarding communism and other bulletins and pamphlets issued by the Bureau along that line. request was specifically made, a Wackenhut official indicated, as they wished to build up a library for their employees. letters received from these officials of Wackenhut were answered by Miss Gandy in absence of the Director. No material has been furnished Wackenhut and as of March 14, 1962, the names of five former SA's of the FBI, who have been on the

Bureau mailing list were removed therefrom.

In a memorandum from Mr. Malone to Mr. Mohr, dated
8-4-61, information was set forth that on 7-29-61 Sam McKee, SAC contact of the Miami Office and former SAC in the Bureau, advised Assistant Director Malone that in his opinion SAC Grapp was "suffering from an overdose of public relationism." In explaining what he had in mind, McKee commented that when SAC Grapp meets anyone he so obviously turns on the charm that he gives the impression of insincerity. In addition, McKee commented that during the week ending 7-29-61 he had occasion to call SAC Grapp on another matter and during the conversation the inspection, which had just been completed, was discussed. McKee indicated that he could not recall who brought up the subject, that he had heard possibly from an ex-Agent in Miami that the inspectors were in town. He stated that while in conversation with SAC Grapp, Grapp made the comment "they must be really out to get me when they send down the chief head shrinker." McKee commented that this statement on the part of Grapp left him "cold." and in his opinion was completely uncalled for.

Assistant Director Malone requested a memorandum from SAC Grapp and in a conversation with him Grapp admitted having a conversation with McKee, but denied making any comment such as stated above. In Assistant Director's initial conversation with Grapp, Grapp admitted that he may have used the term "head shrinker," but on further reflection felt certain that he did not. Grapp stated that McKee had called him seeking information regarding the highjacked Eastern Airline plane which had been flown to Havana. Grapp advised that he did not give McKee any information and obviously was using the means of retaliation by making the statements that he had to Assistant Director Malone. Grapp's memorandum of explanation stated that he had never told anyone inside or outside the Bureau that the Inspector was "out to get him." Grapp's explanation continued by summing up his numerous contacts with McKee, since McKee became associated with the Wackenhut Corporation. In substance, Grapp stated that McKee had made every effort to cultivate him, apparently in order to secure information from the Bureau to which he was not entitled. Grapp mentioned that McKee had mentioned that he had enticed a former Bureau employee with twenty-five years service to come to work at the Wackenhut firm. McKee requested the names of former Bureau clerical employees and SA employees so that he might hire them for the Wackenhut Corporation. Grapp described a luncheon engagement with McKee and Ammarell (previously mentioned) as a bragging contest between Ammarell and McKee as to which of the two was the greatest and involved a recitation of their many accomplishments. At this same luncheon McKee mentioned that he thought that "Eduardo's Restaurant was a dirty place and highly overrated, and had done good business only because of the free publicity the owner had received by the visits of former Vice-President Nixon, former Attorney General Rogers, and the Director. Grapp also commented that McKee discoursed at length in a long belittling harangue about the promiscuous sex/life of President Kennedy

Grapp continued by stating that, subsequent to the luncheon engagement on 7-28-61 or 7-29-61, McKee called him at the office and stated he "understood there were visitors in town" and wanted to know why the office was under inspection

See that Me Kee is not on any Bureau mailing lists

because he knew that the Miami Office had been under inspection three months previous thereto. Grapp advised McKee that the inspection, so far as he was concerned, was a routine matter. Grapp again reiterated that he had not stated to McKee that the inspection staff was here "to get him." Grapp said that either McKee was a liar or confused.

Grapp summed up his memorandum by stating that McKee was "piqued" because Grapp did not agree with everything McKee said; that Grapp was not personally overawed by McKee's self-claimed importance; that Grapp has not used his official position to refer prospective clients to McKee (as requested by McKee); and Grapp will mot permit McKee or anyone else to purloin personnel or information from the FBI.

SAC Grapp in a letter to the Bureau in February, 1962, sets forth additional information concerning McKee. At that time he stated that while George Wackenhut was associated with a group known as "Special Agent Investigators" in the mid 1950's, he reportedly had a fist fight with his associates and, to at least a degree, physically took over that organization. Grapp said that general information received indicates that Wackenhut resorts to "fisticuffs" quite easily, that several years ago Wackenhut received information that his wife was having an affair with another man and he "beat up" the man involved. Grapp said Mrs. Wackenhut is also not adverse to "fisticuffs," for according to rumor, she had caught her husband having an affair with another woman in Miami. Allegedly, Mrs. Wackenhut physically attacked the other woman in public on the sidewalk, knocked her down, and beat her up.

In this same mentioned communication from SAC Grapp,
Grapp stated that he had received numerous requests from
McKee to come to the Wackenhut Corporation offices to pay "a
courtesy call." Grapp advised that he has always been busy
and had prior commitments. On one occasion McKee requested that
the Miami Office hire

He was advised by Grapp that there were no openings
at that time for which
qualified. Grapp commented that this would have made a good
source for McKee and the Wackenhut Corporation.

Grapp continued in his letter, stating that in October, 1961, an ex-agent of the Wackenhut Corporation repeated in confidence that McKee had made a disparaging remark concerning an FBI employee who was involved in an investigation of an alleged impersonation by a Wackenhut employee. was contacted by an Agent of the Miami Office, and according to the ex-agent, McKee had told others in the Wackenhut Corporation after the interview that he had told the FBI Agent, "Son, you don't have enough facts for a 47-0 reference." McKee, according to Grapp, passed this statement off as a joke and referred to his, McKee's, great superiority over the Agent. The Agent conducting the investigation stated positively that no such reference as quoted above was ever made to him by Grapp commented that this appeared to be another instance of McKee falsifying the facts for his own personal glory.

Grapp stated that he had advised all personnel in his office to be most circumspect in any contact with McKee and to keep these contacts at a minimum. The Director commented in this regard that there should be no contact with McKee.

I Raintend th Grapp advised that a Miami informant advised that Cyrus W. Thompson, a former FBI agent from <u>1951 to 1953, was employed</u> with the Wackenhut Corporation. The informant advised that

The Bureau has continued to receive, either through the Miami Office or from officials of the Wackenhut Corporation, copies of the publication "The Wackenhut Security Review." These reviews deal primarily with communism and what should be done to fight it.

On 3-20-62 SAC Grapp called the Bureau requesting urgent delivery of 3,000 copies of the Director's Valley Forge He stated that he wanted them for Edwardo's Hasta Manana, a restaurant frequented

b6 b7C

b7D

Memorandum to Mr. Rosen The Wackenhut Corporation by the Director and former Vice-President Nixon when they were in Miami. Grapp stated that they were having problems in Miami in the form of the Wackenhut Corporation, which distributes various types of anticommunist literature. stated that had been approached by Wackenhut to b6 disseminate certain literature and Grapp felt that we should b7C be the ones to furnish $oxedsymbol{\bot}$ with FBI material. (67-312061; 62-107335; 62-102996; 62-90412-247) \$ \(\text{case}\) were sent · A. <u>ACTION</u> None. For Mr. Tolson's information. we should have nothing to do See Hox wackenhut is not on any Bureau Esam Vancon R

TO

Director, FBI

DATE: May 17, 1962

SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION

'ALL INFORMATION CONTAINE HEREIN IS UNCLASSIFIED EXCEPT VHERE SHOWN OTHERWISE .

ReBuairtel 4/17/62, captioned as above.

On May 16, 1962, one of the Agents of the Miami Office by chance saw former Special Agent ALBERT J. LAVERY in the downtown Miami area. LAVERY advised that he was presently working for the Wackenhut Corporation as an investigator on an hourly basis. He commented that he did not seek this employment, but that the Wackenhut Corporation had contacted him stating former Special Agent CARL J. MARTIN, who is also associated with them, was aware that he had recently retired and recommended him to them as a possible employee.

Mr. LAVERY gave no indication that he considered this permanent employment nor did he further discuss any other employment opportunities which he had been looking into.

The above is furnished for the Bureau's information.

1 - Miami

RJB:mjs

(3)

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REC-20 62 - 107335

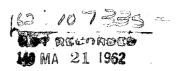
13 MAY 23 1962

XEROX MAY 23 1962

"ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED INCOME WITHE SHOWN CLHEWIGE

4/24/62 SAC LETTER NO. 62-24

(B) THE WACKENHUT CORPORATION -- Captioned organization, organized by former Bureau Agents as a security and investigative firm, currently operates in several states and Puerto Rico. Firm has utilized misleading advertisements, attempts to capitalize on former FBI affiliation of its employees and its officials have reportedly engaged in personal misconduct and questionable business activities. All offices must refrain from any contact with this organization, absolutely no cooperation should be extended and its employees should participate in no Bureau office functions. Any inquiries or approaches from this firm or its employees must be immediately reported to the Bureau.



E. 2. MAY 821952.

Mangement

A Contract of

THE WACKENHUT CORPORATION



THE WACKERHUT CORPORATION

Services for Management and the Professions

UNITED STATES G Mr. Tolson Mr. Haront lemorandum Director, FBI SAC, Philadelphia (62-0) KERT WAL OTHERWISE Tele. Poon Miss Melma THE WACKENHUT CORPORATION: Miss Gand INFORMATION CONCERNING During a contact with Chief JOHN G. GOOD (NA) of Willtamsport, SA WALTER V. MC LAUGHLIN was advised Chief GOOD had received a letter from Former Special Agent CHARLES B. FLACK, JR., in which advice was given that had merged his company, CHARLES B. FLACK, JR., and Associates Inc., with the Wackenhut Corporation of Coral Gables, Fla. FLACK continued that as District Manager he had assumed responsibility for the operation of the Wackenhut Corporation in Pennsylvania and New Jersey. His offices are at 2 Penn Center Plaza, Philadelphia, Pa., telephone Lo_3-6838. In addition he forwarded a brochure listing the services of the Wackenhut Corporation. Photostat copies of the letter and brochure are enclosed herewith for the Bureau's advice. Written in ink at the bottom of the letter was the notation "Police Firearms School Lecturer - Remember? C.F." Similar letters were received at the Philadelphia Office by Field Supervisor NORRIS HARZENSTEIN and myself. am watching the matter very closely and the Bureau will be kept advised of any unethical developments. EX-114 2 - Bureau (Encl. Philadelphia (62-0) uec.o FAF: boa (3)

WACKENHUT CORPORATION

Services for management and the professions

May 1, 1962

EXECUTIVE OFFICES

3280 PONCE DE LEON BOULEVARD

CORAL GABLES, FLORIDA

PHILADELPHIA OFFICE
TWO PENN CENTER PLAZA
LOCUST 3-6838

Mr. John G. Good Chief of Police Williamsport, Pennsylvania

Dear Chief:

I am happy to tell you that I have merged my company, Charles B. Flack, Jr., and Associates, Inc., with The Wackenhut Corporation of Coral Gables, Florida. This young, progressive organization, headed by former Special Agents of the FBI, provides security and investigative services on a national scale to business, industry and the professions.

It is serving many of the nation's largest corporations and has more than 2,000 employees throughout the United States and Puerto Rico. Among other projects, it is guarding four Titan and Atlas missile launching bases.

As District Manager, I have assumed responsibility for the operation in the Pennsylvania-New Jersey area, where we will offer the full range of Wackenhut services.

There are many advantages to you under this new arrangement, including nationwide coverage for your investigative problems and the opportunity to call upon the extensive knowledge and facilities of this top quality, modern security organization.

I hope to see you soon, but if there is any way we can serve you in the meantime, please call me.

Police Grearmy School ? Lecture - Reminister?

Cof

Sincerely yours,

Charles B. Flack, Jr.

antes + lack

District Manager

CBF:ps

62-10735-23

JUN 5 1962

HOW SECURE IS YOUR BUSINESS?

Consider these facts: Each year employees are stealing one billion dollars from business and industry, shrinkage in the retail trade exceeds five hundred million dollars, and fire destroys another billion dollars worth of property.

In addition, business espionage is on the increase and is becoming highly specialized. Theft of a single company secret from a drug firm recently resulted in the loss of millions of dollars worth of sales. Loss of Government classified documents put another company out of business. A young cashier of a loan company recently embezzled nearly \$186,000 over a four and one-half year period.

Is it any wonder, then, that many of the predicted fifteen thousand businesses to go bankrupt this year will have failed because of fire, theft, sabotage, information leaks, failure to properly comply with Government security regulations and embezzlement?

Are your buildings, property and merchandise protected against illegal entry, fire, internal and external theft?

Are your employees thoroughly screened before they are hired; are your company's valuable secrets safe in their hands?

Have your offices been checked for the presence of electronic listening devices? Are your premises scientifically secured? Has a survey of your installation been made recently to determine your security needs?

Investigation before consummation of a partnership, business contract, or the hir-

ing of key personnel can prevent future difficulties. Loss prevention can be assured; recovery can not.

You know best the answer to the question, "How secure is your business?", and whether or not you need professional assistance.

The Wackenhut Corporation, a young and progressive organization with a staff of vigorous and highly trained executives, is fully qualified to solve all of your security problems. Headed by former Special Agents of the FBI, it is one of the largest organizations of its type in the nation, providing management consulting, security and investigative services to business, industry and the professions throughout the United States and Puerto Rico.

The Wackenhut Corporation services are tailored to the individual requirements of your management. They may range from an investigation, a safety survey or a single guard, to a force of hundreds of men providing security and fire protection services at missile launching bases.

We will be glad to consult with you on any of your security and management problems.

MAY WE HELP YOU SAFEGUARD YOUR BUSINESS?

Call or write:

THE WACKENHUT CORPORATION Philadelphia District Office

Telephone: LOcust 3-6838

W. C. Sullivan

5/14/62

W. R. Wannall

1 - Belmont l - Mohr

- DeLoach

PAUL JULIUS LARSEN KENNETH P. MC NAUGHTON

1 = Wannall

ROBERT F. WEIL

l = Liaison

ESPIONAGE - X

1 - Wacks

Kenneth McNaughton, a retired Air Force Major General and now Vice President of Fairchild Camera and Instrument Corporation (FCIC), Washington, D. C., has admitted implication in this case,

Memorandum Wannall to Sullivan 5/4/62 (attached) furnished background data on this case which involves the furnishing of pages from classified Navy documents by Weil, a manufacturer's representative to Larsen, a sales representative of FCIC and former Director of Civilian Mobilization in the Truman Administration. Larsen admitted having these pages copied at FCIC with the classified markings deleted and claimed McNaughton assisted him.

McNaughton was interviewed by Bureau Agents on 5/8/62. He advised that in September, 1961, Larsen appeared at FCIC with about 50 pages of reproduced material which McNaughton described as "planning objectives of the Air Force." McNaughton stated that Larsen said he obtained the material from Weil. McNaughton admitted that he agreed with Larsen that copies should be made and Larsen then arranged with two FCIC secretaries to reproduce the material. McNaughton said he placed no great significance with respect to this matter since the pages had been obtained from a competitor. McNaughton, however, did state that some of the documents were classified and some were not.

During the interview McNaughton commented to the interviewing Agents that he was a director of the Wackenhut Corporation and that from 15 to 16 former FBI Agents were active in the management of this concern-

Enclosure

65-67044

JFW: jes: jwh (10)

62-107335 (Wackenhut Corporation)

NOT RECORDED 176 MAY 23 1962

57 JUN 1 2 1962

3

Memorandum Wannall to Sullivan Re: PAUL JULIUS LARSEN KENNETH P. MC NAUGHTON ROBERT F. WEIL

65-67044

McNaughton noted that the company is primarily engaged in industrial security and personnel investigations with the business currently grossing about \$750,000 a month. According to McNaughton the board of directors of the corporation has recently decided to make the concern a public corporation in the near future. He stated that the State of New Jersey has required all the members of the board of directors to be licensed as private investigators. McNaughton inquired as to whether the instant investigation would interfere with his license application. It was vigorously pointed out to him that any action he took regarding the application was entirely his own responsibility; that the Bureau could offer him no advice whatsoever; and that we would make no commitments of any kind. He appeared to be satisfied with this answer and he volunteered that he would furnish any further assistance that might be desired in this investigation.

ACTION:

For information. WFO is submitting a report which will include complete details of the interview with McNaughton and others at FCIC. Upon receipt this report will be disseminated to the Department and other interested agencies.

REC 14 1 19335 - 24

May 24, 1962

Mr. Angus M. Stephens, Jr. 805 Dade Federal Building Miami 32, Florida

Dear Mr. Stephens:

Your letter of May 18th has been received.

Although I would like to be of service, the FBI, as an investigative agency of the Federal Government, does not make evaluation or draw conclusions as to the character or integrity of my organization, publication or individual. I trust you will understand that this policy precludes my commenting as you requested. Mr. McKee, whom you mentioned in referenced letter, was never an Assistant Director of this Bureau. He was, however, an FBI employee at one time. I want to assure you that nontrof the employees of the corporation you mentioned are presently a sociated with this Bureau and their activities in no way represent the FBI.

LE E Janes.

Sincerely yours,

J. Edgar Hoover

John Edgar Hoover Director

NOTE: Bufiles indicate that correspondent was a former Assistant States Attorney in Florida. He is alleged to have had connections with numerous top hoodlums. His father, Angus Stephens, Sr., was a Constable in the 11th District of Jacksonville, Florida, and according to information received in 1947, was associated with known racketeers and alleged to have been receiving graft from gamblers. The Warkenhut Corporation is an international private investigating agency. Its President, George R. Wackenhut, was a Special Agent from 2-12-51 to 5-21-54, when he resigned. Investigators for this corporation are made up principally of former Bureau Agents.

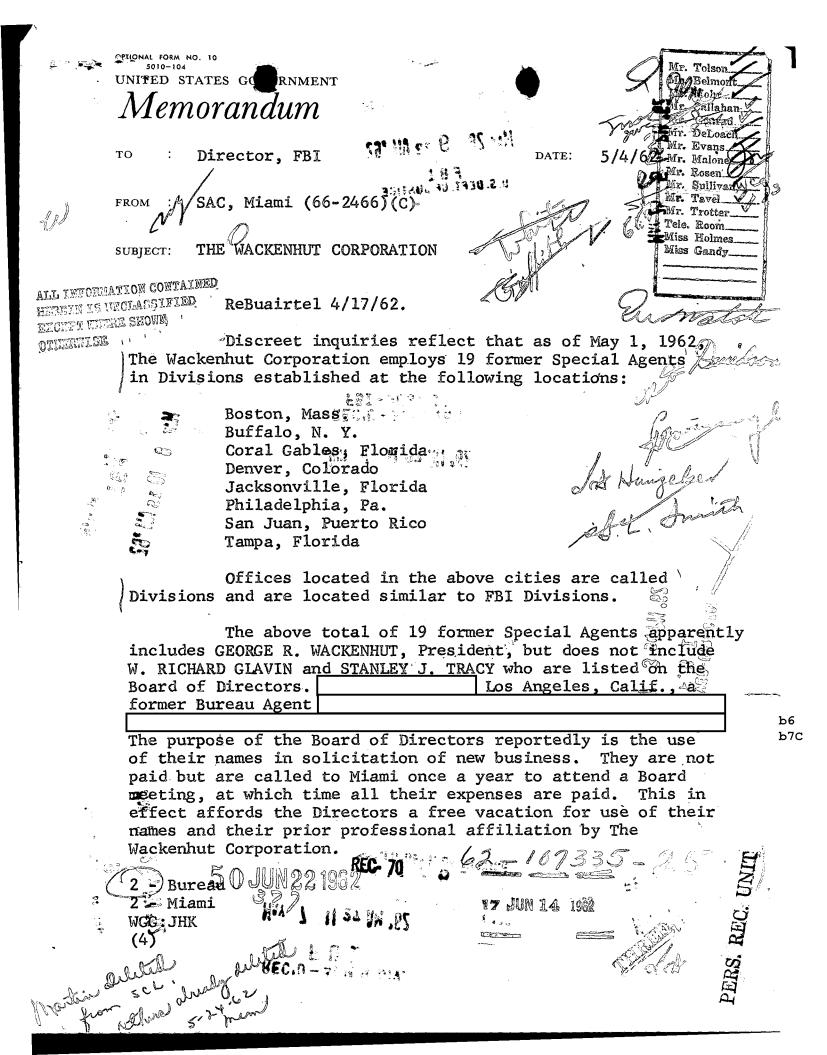
Sullivan
Travel
Trotter
Tele. Room
Holmes
Gandy

Belmont _

Callahan

JH:mlw (3)

STEPHENS & CULP BOS DADE FEDERAL BUILDING MIAMI 32, FLORIDA ANGUS M. STEPHENS, JR. PAUL J. CULP 'ALL INFORMATION CONTAINED Mr. Rosen. Mr. Sullivan HERRIN IS UPOLASSIFIED Mr. Tavel. EXCEPT THEM SHOWN May 18, 1962 Mr. Trotter. Tele. Room OTHERWISE ''' Miss Holmes Miss Gandy. Honorable J. Edgar Hoover, Director Federal Bureau of Investigation Washington 1, D. C. Dear Mr. Hoover: We are considering the use of the Wackenhut Corporation for confidential investigative matters that arise in this office. It is our understanding that George RA Wackenhut, President of that corporation, maintains a large group of ex-FBI agents under the administration of Sam McKee, described as a top assistant director in your office for many years, Would you please verify that this corporation and group of men are such as outlined above and recommend them for their honesty and integrity as a group or individually? Very truly yours, AMS: mg · 62-107335-24 18 JUN 5 1962



MM 66-2466 Bureau personnel currently employed by The Wackenhut Corporation, in addition to those listed in referenced Buairtel of 4/17/62, are as follows: ` TRACY, STANLEY J. - former FBI Assistant Director MARTIN, CARL J. - former SA who recently retired while assigned at Miami Office. He is presently working on a temporary hourly basis for Wackenhut. - former FBI stenographer, employed at Miami Office under name b6 - former FBI stenographer b7C employed at Miami Office. - former at Buffalo. N.Y. As of May 2, 1962, it was announced in a local Miami newspaper that CHARLES B. FLACK, JR., former FBI Agent, had merged his New Jersey investigative firm with The Wackenhut Corporation of Coral Gables, Florida. FLACK was

named a District Manager for the company and will supervise investigative operations in the Pennsylvania-New Jersey area.

Mr. Belinont

Mr. Dolladeb

Mr. Sullivar

Mr. Tavel Mr. Trotter

Tele. Room Miss Holmes

Miss Gandy

Published by Orlando Daily Newspapers, Inc.

ORLANDO, FLORIDA

WILSON CHANDLER McGEE. Editorial Director

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ATT. INFORMATION CONTAINED ROM LOW COMMENT OF THE TARREST TO THE TARREST OF THE PARTY TO THE PART TOWN THE SECTION

May 22, 1962

Mr. J. Edgar Hoover, Director, Federal Bureau of Investigation, Washington, D.C.

Dear Mr. Hoover:

From time to time in this area we need security and investigative work. We have been impressed with the reported activities of the Wackenhut Corporation and George R. Wachenhut, president, CE in the investigative field.

It is our understanding that this organization is comprised of men who were chosen, trained and cleared by the Federal Bureau of Investigation and that among these men are Mr. Vic Keay, who headed the government espionage activities in Europe for the FBI, and Mr. Sam McKee who was one of the close administrative assistants in your office.

While this organization has an impressive list of clients, we must, prior to considering their handling any of our assignments, get the recommendation of your office as to their character, integrity and ability to handle investigative and security assignments.

Wilson C. McGee, ditorial Director,

Sincerely yours,

3 1962

Airtel

62-107335-26

To:

pho

SAC. Tampa

From:

Director, FBI

WILSON C. MCGEE EDITORIAL DIRECTOR THE SENTINEL-STAR ORLANDO, FLOREDA RESEARCH (CORRES PUNDENCE AND TOURS) BUDED 6-4-64.

Re SAC Letter Number 62-24(D), dated 4-24-64.

Enclosed are two copies of a letter from captioned individual.

You are requested to personally contact McGee. acknowledge receipt by me of his letter and thank him for his interest in writing as he did. You should tactfully imform him that the FBI does not make evaluations nor draw conclusions as to the character or integrity of any organization, publication or individual. You should advise him that the current activities of former Agents of this Eureau have no connection whatsoever with the FBI, and we are unable to comment concerning them.

Builles contain no devogatory information re McGee. and I wrote him on 11-3-61 in connection with a favorable article in his newspaper. Advise Bureau, under above caption, by 6-1-62, results of your contact with McGee.

Dackenmer (2)

Med serment Follow-up for 6-4-02

NOTE: Editorial ticklers indicate cordial relations with this paper. Wackenhut Corporation of Miami has a number of former Bureau Agents. We have extended no cooperation to this organization in recent months and Mr. Tolson has instructed that they receive no clearance from us.

Callahan

MAY 226 1952

OPTIONAL FOR NO. 10

UNITED STATES GOT RNMENT

Memorandum

TO

DIRECTOR, FBI

FROM

SAC, BUFFALO (62-1591) (RUC)

SUBJECT:

HARRY E. MANICAS
THE WACKENHUT CORPORATION
CORAL GABLES, FLORIDA, AND
BUFFALO, NEW YORK
WATIONAL ACADEMY MATTER

ReBulet 5/2/62.

On 5/24/62, HARRY E MANICAS was contacted by pre-arrangement in the vicinity of his place of employment. The Wackenhut Corporation, 310 Delaware Avenue, Buffalo, New York, by SAs WILLIAM J. CONROY and When Informed that the Bureau did not appreciate the use of the National Academy Directory of Graduates as a means of obtaining the cooperation of law enforcement organizations to perform work for The Wackenhut Corporation, MANICAS expressed surprise and concern. He explained that several years ago he had come into possession of a 1958 NA Directory which he seldom used, relying * instead upon personal contact with NA graduates in an effort to conduct specific investigations. Through the years MANICAS sain he has become acquainted with various NA men in the Westarn New York area and when there is a need to conduct investigation in another locality, generally he makes inquiry of NA men locally for names of NA associates who might be of assistance to him in the particular area involved.

When contacting these persons, MANICAS said he specifically enquires if the person involved would be in a position to conduct such investigation without jeopardizing his employment. He denied that any pressure was applied to induce cooperation by inferring that because of his former position with the FBN that the NA man should cooperate.

Wackeneut Corporation, that the quality of investigation conducted by NA graduates who receive specialized training from the FBI would be far better than investigation conducted by the ordinary police officer.

2 - Bureau

- Albany (Info)

Miami (Info)

- Buffalo

WJC 5 d JUL 1 1 1962

Mr. Conrad
Wr. DeLocal
Wr. DeLocal
Wr. DeLocal
Wr. Malend
My Malend
Mr. Tapul
Mr. Totter
Tele. Room
Miss Helmes
Miss Gandy

Mr. Tolson.

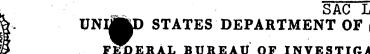
Mr. Belmont

Mr. Callahan

DATE:

b6 b7C Clease return to Mrs. Buchana

PERSONAL ATTENTION SAC LETTER NO. 62-24 Rm 5243



FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to

April 24, 1962

WASHINGTON 25, D. C.

Handling of mail in Freld

Handling of mail in Freld

Handling of mail in Freld

Whompson Small agences JER memo Malone to mohr 4-19-62 (A) MAIL - HANDLING OF IN FIELD OFFICES -- When anonymous sources Moletters are received alleging violations over which the Bureau has neWjurisdiction or interest but which are wholly the make these letters to the appropriate agency. It will not be necessary to make and retain any copy of the letter or the

FD-342 in your files. Care should be exercised that, where the contents of the letter warrant it, a more expeditious means of transmittal is used.

TALL THEORY AFTON CONTAINED 4/24/62

SAC LETTER NO. 62-24
TRH nims fores to DeLoach 4-16-62 same se; memo Scatterday to
(B) THE WACKENHUT CORPORATION -- Captioned organization, organized by former Bureau Agents as a security and investigative firm, currently operates in several states and Puerto Rico. Firm has utilized misleading advertisements, attempts to capitalize on former FBI affiliation of its employees and its officials have reportedly engaged in personal misconduct and questionable business activities. All offices must refrain from any contact with this organization, absolutely no cooperation should be extended and its employees should participate in no Bureau office functions. Any inquiries or approaches from this firm or its employees must be immediately reported to the Bureau.

4/24/62

SAC LETTER NO. 62-24 WBH memo Dandson to Callahan 4-16-62

(C) OU. S. SAVINGS BONDS CAMPAIGN - 1962 -- The "Freedom Bond Drive" savings bonds campaign starts May 1, 1962, and extends through May 11, 1962. Upon receipt from the U.S. M Treasury Department, appropriate savings bonds literature will be furnished to you for prominent display and distribution to your division chairman, keymen and employees.

me The savings bonds program is an essential part of the Government's program for a sound currency and maintenance of a strong national defense and economy. As of March 31, 1962, 51.8 per cent of all FBI employees were purchasing bonds through the Payroll Savings Deduction Plan. As little as \$3.75 a pay period may be withheld to purchase bonds. Please afford this program your personal attention and make every effort to increase employee

BU 62-1591

He also mentioned he and The Wackenhut Corporation would prefer to financially compensate NA men for their efforts rather than other police officers due to personal feelings based on both parties having a common bond of association with the FBI.

He pointed out that The Wackenhut Corporation would never intentionally do anything which would reflect detrimentally upon the FBI or the leadership of J. EDGAR HOOVER. He said The Wackenhut Corporation strives towards excellence because it feels anything short of that would indirectly be a reflection on the FBI due to the fact that former FBI Agents make up the majority of employees of the Corporation. For this reason, MANICAS said the Corporation prefers to utilize the services of NA graduates from time to time.

MANICAS thanked the Agents for contacting him, said he appreciated and understood the Bureau's position in this matter and in the future would be most circumspect in conducting investigations so that work performed would not reflect on the Bureau in a derogatory manner. MR. MOHR

April 26, 1962

MR. J. F. MALONE

HARRY E. MANICAS
The Wackenhut Corporation
Coral Gables, Florida, and Buffalo, New York
NATIONAL ACADEMY MATTER

By communication dated 4/24/62, SAC, Albany, advised that Chief of Police Clement J. Young, Notional Academy, Plattsburgh, New York, Police Department, on 4/18/63 turned over to Special Agent Edward A. McShane, Jr., a copy of a communication dated 4/10/32, which was received from Harry E. Manicas, Area Manager, The Wackenhut Corporation, Coral Gables, Florida, and Buffalo, New York.

The letter states that Chief Young's name was obtained through the National Academy Register (Directory of Graduates) and requests investigation of one Edward W. Maust in the Plaitsburgh, New York, area. The matter was obviously not a police matter and Manicas indicated that Chief Yeung would be paid for his services. Chief Young stated that he does not know Manicas and does not intend to conduct any investigation for him.

Albany files reflect Harry Emmanuel Manicas was a Special Agent from 7/5/43 to 8/22/44, when his resignation was requested because of unsatisfactory development.

This is an apparent attempt on the part of Wackenhut to exploit police officers for the purpose of handling their investigations. This would seem to be an unfathrable as well as an unethical practice which should be discouraged. Abhaugh we have no control over who ultimately receives copies of the National Academy Directoryof Graduates, it would seem within our province to tell Manicas that we do not want the Directoryof Graduates used as a possible inducement to obtain the cooperation of National Academy Graduates to do the work of his organization.

RECOMMENDATIONS:

That I be authorized to discuss this matter with the Executive Committee of the International Association of Chiefs of Police at their meeting scheduled for May 15, 1962, with a view towards having the President of the organization

JFM:wmj (3)

62-161335-27

Memo for Mr. Mohr Re Harry E. Manicas

point out to Wachenhut that this practice is undesirable.

2. That the SAC at Buffalo be authorized to call upon Manicas and tell him that the Bureau does not appreciate the use of the National Academy Directory of Graduates as a means of his obta ining the cooperation of law enforcement to do the work of Wackenhut. If approved, Training and Inspection Division will handle.

SAC, Buffalo

5/1/62

Director, FBI

ALL INCONATION CONTINED

HARRY E. MANICAS

THE WACKENHUT CORPORATION

CORAL GABLES, FLORIDA, AND BUFFALO, NEW YORK

NATIONAL ACADEMY MATTER

Reference is made to SAC Letter #62-24(B) outlining information concerning The Waskenhut Corporation.

Chief of Police Clement J. Young, National Academy, Plattsburgh, New York, Police Department, has furnished a copy of a letter received from the captioned individual. This letter states that Chief Young's name was obtained through the National Academy Register (Directory of Graduates) and requests Young to conduct investigation of one Edward W. Manat in the Plattsburgh, New York, area. The matter was obviously not a police matter and Manicas indicated that Chief Young would be paid for his services. A copy of instant letter is enclosed.

This is an apparent attempt on the part of The Wackenhut Corporation to exploit police officers for the purpose of handling their investigations. Although we have no control over individuals who might ultimately receive copies of the National Academy Directory of Graduates, it is within our province to advise such individuals as Manicas that we do not want the Directory of Graduates used as a possible inducement to obtain the cooperation of National Academy graduates to do the work of his organization.

Harry Emmanuel Manicas was a Special Agent from 7/5/43 to 8/22/44, when his resignation was requested because of unsatisfactory development.

You should, without delay, contact Manicas and advise him that the Bureau does not appreciate the use of the National Academy Directory of Graduates as a means of his obtaining the cooperation of law enforcement organizations to perform work for The Wackenhut Corporation. Advice Bureau Enclosure 1 - Albany 1 - Mami

MOTE: Based on Memo, Malone to Mohr, 4/26/62, re above caption. JFM:wmj

REWnji (4)

ENCLOSURE /07335-27



Services for management and the professions

EXECUTIVE OFFICES 3280 PONCE DE LEON BOULEVARD CORAL GABLES, FLORIDA

HIGHLAND 5-1481

June 29, 1962

Mr. J. Edgar Hoover Federal Bureau of Investigation United States Department of Justice Washington 25, D. C.

Dear Mr. Hoover:

PERSONAL AND CONFIDENTIAL

I wish to acknowledge Miss Helen Gandy's letter of June 4. 1962 in which she advised that our Buffalo representative was using the Directory of Graduates of the FBI National Academy for business purposes, although... contrary to company policy.

May I advise that I caused an immediate internal audit to be made, culminating with an inspection of our Buffalo operation. A number of irregularities were uncovered, including the use of the NA Directory. directory is enclosed herewith. We learned, to our amazement, that Harry E. Manicas had been questioned on several occasions by governmental representatives regarding the alleged obtaining, or, attempts to obtain information to which he was not legally entitled. We will not countenance such conduct. The services of Manicas were terminated at the close of business June 25, 1962.

We feel that this particular individual through activity on his own responsibility, and unknown to us, has severely damaged the reputation of this company. We sincerely hope that The Wackenhut Corporation will not be condemned because of the misconduct of one individual.

My associates and I, both personally and in a business sense, have always endeavored to maintain a high standard of ethics and conduct. We will continue to do so.

George

Mackenhut

to JUL 16 1962

UNITED STATES GOVERN

Memorandum,

то

Mr. DeLoach

FROM

D. C. Morrell

SUBJECT:

THE WACKENHUT CORPORATION

VALL INFORMATION CONTAINED

June 1, 1962

ALL INFORMATION CONTINUES HEREIT IS ITS IN THE SECOND OF THE SECOND

LETTER FROM GEORGE R. WACKENHUT

By letter dated May 29, 1962, Mr. George R. Wackenhut, President, The Wackenhut Corporation, 3280 Ponce de Leon Boulevard, Coral Gables, Florida, expressed regret that it was necessary for the Bureau to have Special Agents of our Buffalo Office contact his District Office Manager in Buffalo, New York, to advise that the Bureau does not look with favor upon ex-FBI Agents, as such, soliciting National Police Academy graduates to assist in investigations for his Corporation. Wackenhut "assures" the Director that it is not the policy of his company to request any assistance from National Academy graduates relative to his investigations.

The remaining three paragraphs of the four paragraph letter are devoted to flowery phrases in which Wackenhut expresses his "loyalty" to the Bureau, his desire to avoid causing any embarrassment and his expression of gratitude to the Director for Mr. Hoover's unceasing devotion to our Nation. Mr. Tolson noted on the letter "Be careful of reply."

THE WACKENHUT CORPORATION--BACKGROUND

All offices were instructed by SAC Letter 62-24 (B) dated 4-24-62 to refrain from any contact with this organization and to extend absolutely no cooperation. By Mr. Jones to Mr. DeLoach memorandum of 4-16-62 it was recommended and approved that all former FBI employees currently known to be associated with the Wackenhut Corporation be removed from Bureau mailing list. Wackenhut was a Special Agent from 2-12-51 till he voluntarily resigned 5-21-54. Although his services were satisfactory, information has been reported to the Bureau by our Miami Office indicating that Wackenhut and his wife are allegedly responsible for immoral conduct, each reportedly having had affairs. Files reflect wackenhut has continually attempted to obtain favors, information and the services of our Miami Office but without success.

In view of the expressed "policy" of Wackenhut not to request any assistance from Academy graduates, it is interesting to note that SAC, Miami, advised by letter dated 2-23-62 that Wackenhut's Director of Investigations, Samuel K. McKee (formerly with the Bureau from 1930 till 1953, now retired) had requested a current Directory of the National Academy Associates. SAC, Miami, advised him there were no extra copies for dissemination. (62-107335, Serial 11)

Enclosure 7

1 - Mr. Malone - Enclosure 1 - Mr. DeLoach - Enclosure A. Jones - Enclosure

CORRESPONDENCE

DERS.

Morrell to DeLoach memo
Re: The Wackenhut Corporation

BUFFALO SITUATION

SAC, Albany, advised by letter 4-24-62 that Chief of Police, Clement J. Young, National Academy, Plattsburgh, New York, Police Department, on 4-18-62 turned over to a Special Agent a copy of a communication dated 4-10-62 he had received from Harry E. Manicas, Area Manager, The Wackenhut Corporation, Buffalo, New York. The letter to Chief Young stated that his name was obtained through the National Academy Registry (Directory of Graduates) and requested an investigation of an individual in the Plattsburgh, New York, area. It indicated Chief Young would be paid for his services. It did not involve a police matter. Chief Young advised our Albany Office he did not know Manicas and did not intend to conduct any investigation for him. Manicas was a Special Agent of the FBI from 7-5-43 to 8-22-44 when his resignation was requested because of unsatisfactory development.

This situation was summarized in a memorandum from Mr. Malone to Mr. Mohr of 4-26-62. Since this was an apparent attempt on the part of Wackenhut to exploit police officers for the purpose of handling his investigations, it was recommended that the SAC at Buffalo call upon Manicas and tell him that the Bureau does not appreciate the use of the National Academy Directory of Graduates as a means of his obtaining the cooperation of law enforcement to do his work.

By letter dated 5-25-62 SAC, Buffalo, advised that Manicas was contacted on 5-24-62 and informed in accordance with the Bureau's instructions. Manicas expressed surprise and concern. He explained that several years ago he had come in possession of a 1958 Directory of Graduates which he seldom used, relying instead upon personal contact with Academy graduates in an effort to conduct specific investigations. He denied that any pressure was applied on any graduate to induce cooperation by inferring that because of his former position with the FBI the National Academy men should cooperate. With regard to Manicas's statement that the Wackenhut Corporation would never intentionally do anything which would reflect detrimentally upon the FBI or the leadership of J. Edgar Hoover, the Director noted "Bunk! H"

OBSERVATION

Based on the past activities of the Wackenhut Corporation, as well as the current Buffalo situation, it is apparent that Wackenhut, though professing to be completely loyal to the Bureau, will and does take advantage of every opportunity to commercialize and trade on his past association with the FBI, as well as the past association of the numerous former employees affiliated with his Corporation.

RECOMMENDATION:

That the attached blunt in-absence letter be sent advising him that the Director is well aware of the situation in Buffalo and that he does not appreciate former FBI employees trading on their past association with the FBI.

end V. P-2- Ph

OPTIONAL FORM ME. 10 UNITED STATES GOVERNMENT Memoranaum Director, FBI J.S. 8EPT CF 30511CE SAC, Miami (66-2466) Miss Holmes ALL INFORMATION CONTAINED HEREIT IS UNCLASSIFIED Miss Gandy SUBJECT THE WACKENHUT CORPORATION EXCEPT UNIXE SHOWN OCHERNISE Re SAC Letter 62-24, Item (B), dated 4/24/62Information has been received that retired FBI Agent RAY J. ABBATICCHIO, JR. has accepted employment with THE WACKENHUT CORPORATION. For a short period of time he will be in the Miami area and then he will be in charge of their contemplated expanded activities in California, with headquarters in the Los Angeles area. The above is submitted for information purposes. I - Los Angeles (Info.) (SAC-Personal Attention) 1 - Miami WGG: JHK (4) Obatichio not on Burne REC- 65 EX-105

Services for management and the prof

EXECUTIVE OFFICES 3280 PONCE DE LEON BO CORAL GABLES, FLO

HIGHLAND 5~148

May 29, 1962

Honorable J. Edgar Hoover Director Federal Bureau of Investigation U. S. Department of Justice Washington, D. C.

Dear Mr. Hoover:

Information has been received from the Manager of our District Office in Buffalo, New York, that he was contacted by Special Agents of the Buffalo Office and advised that the Byreau did. not look with favor upon ex-FBI Agents, as such, soliciting National Police Academ graduates to assist in investigations. I deeply regret that it was necessary for the Bureau to take this action, and I want to assure you that it is not the policy of this company to request any assistance from National Academy graduates relative to our work. As a matter of fact, our District Offices have been instructed that, in view of the various laws and regulations regarding the employment of police officers on off-duty hours, they should in no case attempt to employ such officers in connection with investigations.

I am very proud of the fact that I was at one time associated with your organization as a Special Agent, and I wish to do all in my power to assist the Bureau and to avoid coving any embarrassment or difficulties of any kind. I want you to know of my continued loyalty and earnest desire to cooperate to the fullest in all matters and to state that the former Bureau Agents connected with us have a similar attitude, or they would not be retained by this company.

Mr. Hoover, I sincerely hope at any time you feel employees of this organization are interfering with the Bureau's work or jurisdiction or conducting themselves in any way not in keeping with the same high standards to which all of us were held while with the FBI, that you will advise me so that I can take swift and appropriate action.

May'l take this opportunity to express my gratitude to you for your unceasing devotion to a nation that needs more men of your stature. All the members of this firm join me in this expression.

MAY 31 1962

TO JUL 16 1962

Tele. Room Miss Holmes Miss Gandy.

►Mr KGeorge K. Wackenhut President Top-Wackenhut Corporation 328 Ponce de Leon Boulevard Coral Gables, Florida

Dear Mr. Nackenhut; Coffee

Your letter of May 29thy was received as Mr. Hoover was preparting to leave the city. He read it and asked me to tell you that your Buffalo representative, notwithstanding your company policy, 'is utilizing the Directory of Graduates of the FBI National Academy in soliciting the cooperation of Academy-men in the furtherance of your commercial operations. He also stated he definitely:
prefets that former FBI omployees regain from trading on their past association with this Bureau.

Sincerely yours,

Helen W. Gandy Secretary

(sent with cover memo) 1 - Mr. Malone

1 - Me. De Loach (sent with cover memb)
1 - M. A. Jones (sent with cover memo)

NOTE: See Morrell to DeLoach memorandum captimed Vackenhut Corporation" dated 6-1-62, GEM:lch

MAIL ROOM TELETYPE UNIT

July 19, 1962

W

Director, FBI 62 - 107335 PERSONAL ATTENTION

THE WACKENHUT CORPORATION INFORMATION CONCERNING PERSONNEL MATTER

Reurlet 7-13-62 captioned as above.

Mr. Robert S. Hopler was employed as a Special Agent from 1-7-52 until 3-15-57 when he voluntarily resigned, stating he had accepted employment as Director of the Northwest Miami Boy's Club, Miami, Florida. His services were rated satisfactory at the time of his separation.

LDH:ccf (4) (Direct)

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Tolson
Belmont
Mohr
Callahan
Contad
DeLoach
Evans
Malone
Rosen
Sullivan
Tavel
votter

Police L.

TELETYPE UNIT

DIRECTOR, FBI

FROM

SAC, SAN JUAN (62-401)

SUBJECT:

WACKENHUT CORPORATION

PERSONNEL MATTER

INFORMATION CONCERNING

ReBulet 3/1/62, San Juan letter 3/5/62 and SAC Letter 62-24 dated 4/24/62, all concerning the above and santiand captioned corporation.

For the information of the Bureau, I have received a letter dated 7/12/62 from Mr. ROBERT S. HOPLER, who indicates he is the Puerto Rican District Manager of The Wackenhut Corporation, with address of Box 6223, Loiza Station, Santurce, Puerto Rico. In this letter he stated that he noted from the newspaper my arrival as SAC in San Juan and offered his assistance to this office.

I have sent him a letter briefly acknowledging receipt of his communication.

For information of Bureau, Bureau will note from San Juan letter dated 3/5/62 that former SA FREDERICK T. HARRIS apparently was to accept the position as District Manager for The Wackenhut Corporation in Puerto Rico. Evidently he did not accept this position and ROBERT S. HOPLER is now in this position.

It is my understanding that Mr. HOPLER is a former Special Agent of the FBI, and it would be appreciated if the Bureau would furnish this office with a brief resume of his service record so that I may be aware of his Eureau experience.

This office will be most circumspect in any of its dealings with representatives of the above corporation.

2 - Bureau

1 - Miami (66-2466)(Info)

1 - San Juan

TEB:mjh

(4)

62-107335

MTJUL 26 1962

Mr. Tolson. Mr_# Belmont_ M. Mohr

Wir. Callahan 1-

Mr. Conrad Mr. Dollar

Mr/Zvans. DATE: 7/13/62Mr. Malone.

ALL INFORMATION CONTAINED Mr. Rosen. Mr. Sullivan.

Mr. Tavel. Mr. Trotter.

HERRIN IS UNCLASSIBLED

Telc. Room.. Miss Holmes.

Miss Gandy.

L 5-30	(Rev. 12-13-56)		≕a
نو		Par. Melson	
		F B I	The same
		Date: July 18, 1962 DeLoger	
_		Mr. Evanson	
Trans	smit the following in	(Type in plain text or side) (Type in plain text or side) If Rosen Mr. Sullivate	
Via _	AIRTEL	REGULAR MAIL Mr. Tavel	
* • • •		(Priority or Method of Mailing) Tele. Room	
		Miss Holmes Wiss Gandy Wate, INFORMATION CONTAINED	
		ALL INFORMATION CONTACTIVED	
	TO:	DIRECTOR, FBI	1
	FROM:	SAC, NEWARK	b7E
	RE:	THE WACKENHUT CORPORATION	
. I sales	de bernage y	· (2 - 10 y).	
71.		Re SAC Letter No. 62-24 (B).	
		Charles E. Kleinkauf, Senior Resident Agent at	
	Morristow from Sam	wn, N. J., received a personal letter on 7/16/62 ael K. McKee, retired SAC, who is with captioned	
	organizat	tion. A copy of the letter is attached.	
	UNLESS ADVISED TO CONTI	WARY BY BUREAU UACB by 7/23/62, SA Kleinkauf will append a	
	note to t	the letter received from Mr. McKee reading, "Sorry le to be of any assistance in this matter," and	
	will sigr	le to be of any assistance in this matter," and it and return it to Mr. McKee.	
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	'AUG 8 1962/	Sent M Per	
	Approved: Spec	SentM Per cial Agent in Charge	

The Wackenhut Copporation
Executive Offices
3280 Ponce de Leon Boulevard
Coral Gables, Florida

July 12, 1962

Mr. Charles E. Kleinkauf 34 Winding Way Morris Plains, New Jersey

Dear Charlie:

I need a bit of information in order to expedite the handling of an investigation in Tennessee. Specifically I need the name and home address of the Guidance Teacher at Dover High School in 1953. I knew him well, however, my feeble mind will not come up with the name. I believe the surname to be Weaver. Will you also let me have the name and home address of the present Guidance Teacher? Lastly, is John Roach still Chief of Police at Dover or has he passed away? If he is not still Chief, may I have the name of his successor?

	Things are going nicely	y here. Doris and I remain	
well.			k
			k
	Regards from us to	and yourself.	
		Sincerely,	
		/s/ Sam	

P.S. To simplify matters why not just note the information on this letter.

COPY CEK:ets

> 62-107335= 33 INGGONUM

Samuel K. McKee

ь6 ь7с

1emorandum

Director, FBI FD-217 And 8/1/60 4

DATE: July 25, 1962

SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT WITE SHOWN OTHERWISE

ReBuairtel April 17, 1962, captioned as above, and subsequent communications.

Information has been received to the effect the following individuals are no longer employed by the above-captioned corporation:

> HUGH A. PAGE, JR. PHILIPE V. MOORE CARL J. MARTIN HARRY E. MANICAS

Information has also been received that a former FBI Laboratory employee, has been added to the payroll of the above-captioned corporation.

THE WACKENHUT CORPORATION recently purchased the GENERAL PLANT PROTECTION COMPANY of Los Angeles, California, which apparently is a private detective agency, and it is intended that it will be absorbed.

The following are the contracts of THE WACKENHUT CORPORATION:

The Martin Company, Orlando, Florida The Martin Company, Denver, Colorado Federal Electronic Corporation, Moses Lake, Washington Norair, Rapid City, South Dakota General Dynamics Astronautics, Salina, Kansas Federal Electronic Corporation, Streator, Illinois

 ${\mathscr I}$ The above is submitted for reçord purposes.

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(Mount Clipping in Space Below)

ackenhut Buys

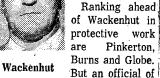
By LARRY BIRGER Miami News Business Editor

Goral Gables-based Wackenhut Corp. today solidified its position as the nation's fourth largest security and investigative organizations.

and merged General Plant Protection Co. and its affiliates of Los Angeles. General is the fifth largest in the industry.

By taking control of General, Wackenhut operations now extend from coast to coast, plus Puerto

Rico and Hawaii, with a working force of more than 2,500 employes.



Wackenhut indicated that the Gables firm expects to pass Globe within two years.

George R. Wackenhut, president, said General Plant will continue to operate and service its clients in California and elsewhere as a division of the Wackenhut Corp.

BURGLAR ALARMS

Frotection Engineering which provides a central bugglar

"We are happy to become associated with Los Angeles and the growth opportunities which exist in California," Wackenhut said. "With major offices on each coast, we will be better equipped to meet the growing security The company has purchased needs of industry and national defense in the U.S."

> Wackenhut's cost of purchasing General Protection was not disclosed. Ralph E. Davis, Los Angeles businessman, who has run the firm, becomes a member of Wackenhut's board.

GUARDS TITANS

Wackenhut, which started in 1954 with four ex-FBI agents, now guards such important defense installations as five Titan and Atlas based in the United States. Among clients in private industry

Eastern Air Lines, National Airlines, Martin - Marietta, Winn-Dixie. North American Aviation, General <u>Telephone</u>, McDonnell Aircraft, Grand Union and Wellesley College in Boston.

Some of General's West Coast clients include Monsanto Chemical Co., NBC, Mobile Gas, Minneapolis - Honeywell, Max Factor, Lockheed Aircraft, Shell Oil, Reynolds Metals, Ryan Aeronautical, Standard Oil of California, Affiliates of General include Tidewater Oil and Union Carbide.

Wackenhut, which provides and fire alarm system for the Los security, investigative and man-Angeles area, and General Plant agement consulting services to Protection Corp., which has business, industry and professions, brunches in San Jose, Calif., and will add some 600 employes through its merger with Conoral



Tele. Pour M 83 1 Miss Gandy

(Indicate page, name of newspaper, city and state.)

бA

MIAMI NEWS

MIAMI, FLORIDA

Date:

8/28/62

Edition:

Author:

Editor:

Title:

WACKENHUT CORP.

Character:

Classification: MM 66-2466

Submitting Office: MIAMI, FLA.

Honolulu.

ictor P. Keay

4800 UNIVERSITY DRIVE

CORAL GABLES.

Mr. Conrad. LIMORIDA Conen.

Mr. Malone

Mr. Rosen Mr. Sullivan

Mr Tavel Mr. Trotter Tele, Room

Miss Holmes

Miss Gand

August 1, 1962

Mr. J. Edgar Hoover Director Federal Bureau of Investigation 9th and Pennsylvania Avenue, N. W. Washington, D. C.

Dear Mr. Hoover,

I wanted to write to you personally and advise you that I greatly regret that any activities of the employees of The Wackenhut Corporation, with which I am now connected, have in any way infringed upon any of the prerogatives of the Bureau. I want to assure you that I personally have taken steps to remedy any situations of this kind which have arisen and which became known to me.

I would not want to be associated in any way with The Wackenhut Corporation if I thought that it permitted employees to intentionally engage in unethical practices. I am certain it is the intention of the officials of the company to prevent any such practices and that they are taking precautions to guard against any such action on the part of employees.

🕾 I want to assure you of my loyalty to you and the Bureau and of my desire to be of help whenever possible.

Please accept my apologies for taking your time, but I did want to make my feelings clear in this matter.

Sincerety

Victor P. Keay

AUG

August 10, 1962 Mr. Victor P/ Keay 4800 University Drive Coral Gables, Florida Dear Mr. Keay: Your letter of August 1st has been received and the interest prompting you to write as you did is appreciated. You may be sure we will keep in mind the matters you mentioned. Since bly yours, NOTE: Correspondent is a former Special Agent who EOD 6-25-34 and retired 8-31-56. He is Director of Operations with The Wackenhut Corporation in Coral Gables, Florida, and in view of his affiliation with this organization he was removed from the Special Correspondents' List in March, 1962.

SEP 25 1962

67 SAIL ROO 5 1962 YPE UNIT

Callahan

Rosen _ Sullivan Tavel _ Trotter

Tele. Room

UNITED STATES GOVERNM

emorandum

: Mr. DeLoach

DATE:

10-17-62

Tolson

Belmont Mohr

Casper Callaha Conrad

Rosen Sullivan Tavel Trotter

Gandy

Tele, Room Holmes

: M. A. Jones (

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED EXCUPT WITHE SHOWN

OTHERWISE

SUBJECT: FORMER ASSISTANT DIRECTOR STANLEY J. TRACY

Mr. Tolson has inquired as to whether Mr. Tracy is connected with the Wackenhut Corporation which group employs a number of former Special Agents and with which we have had difficulties.

According to Bufiles, former Assistant Director Tracy, as of April, 1962, was a member of the Board of Directors of the Wackenhut Corporation which does industrial security investigations. In a conversation with Inspector Kemper of your office on 4-23-62, Tracy told Kemper he had joined this corporation, had met with the Board of Directors and was very much "impressed" with the group. A memorandum prepared at that time pointed out that Tracy had apparently been taken by the group and from his conversation was not aware of its background or the Bureau's feelings toward it. Neither Tracy's file nor the file on the Wackenhut Corporation reveals Tracy's current status with the organization.

It is noted that the Miami Office had previously advised that the purpose of the Board of Directors is reportedly to use their names in solicitation of new business. They are reportedly not paid but are called to Miami once a year to attend a Board meeting at which time all their expenses are paid and this, in effect, affords the Directors a free vacation for the use of their names and their prior professional affiliation.

RECOMMENDATION:

For information.

6 OCT 30 1962

- Mr. DeLoach

MOA

lemorandum

Director, FBI (62-107335)

DATE:

Mr ayahan.

Mr. Chrad Mr. Loach Mr. Evans.

Malone.

Mr. Rosen. Mr. Sullivan Mr. Tavel.

Mr. Trotter. Tele. Room.

Miss Holmes

Miss Gandy

9/11/62

SAC, Miami (66-2466)

SUBJECT: THE WACKENHUT CORPORATION

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED excupa unitae skown

OTHERWISE

Information has been received to the effect the following retired FBI employees have been working for the above-captioned corporation:

> ARTHUR T. POTTER WILLIAM A. HAMILTON

Bureau - Miami WGG: JHK (3)

(===

PERS. REC. UNIT

REC- 43 62 107335-

November 13, 1962

WIL INFORMATION CONTAINM MIDZIN JS PTOPASSKÝ IAD

P. Philosop

Mr. George R. Wackenhut 7795 Southwest 122nd Street Miami 56, Florida

Dear Mr. Wackenhut:

GiR.

Your letter dated November 8th, with enclosure

was received during Mr. Hoover's absence from the city. You may be certain it will be brought to his attention when he returns.

Sincerely yours,

Helen W. Gandy Secretary

NOTE: Correspondent is President of the Wackenhut Corporation organized by former Bureau Agents as a security and investigative firm which apparently operates in several states and in Puerto Rico. The firm has utilized misleading advertisements, attempted to capitalize on former FBI affiliation of its employees and its officials have reportedly engaged in personal misconduct and questionable business activities. SAC letter number 62-24 dated 4-24-62 instructed all offices to refrain from any contacts with this organization and extendino cooperation. Its employees are to participate in no Bureau office functions. SA Wackenhut EOD 2-12-51 and resigned 5-21-54.

JH:lml

(3)

TELETYPE UNIT

Belmont Mohr Callahan

Conrad DeLoach Evans Gale Rosen

Sullivan Tavel Trotter Tele. Room Halmes

George R. Wackenhut 7795 S. W. 122nd Street Miami 56, Florida

November 8, 1962

Mr. Belmont... Mr. Mohr.... Mr. Casper... Mr. Callahan Mr. Conrad

Mr. J. Edgar Hoover
Director
Federal Bureau of Investigation
Department of Justice
Washington, D. C.

Dear Mr. Hoover:

An article written recently by Art Buchwald entitled "The Gang's All Here", which I am sure you have already seen, disturbed me.

A copy of my response to Mr. Buchwald's column is enclosed. At a time when national solidarity is imperative, an article such as his is not only very poorly timed and in exceeding bad taste, but most assuredly against the national interest.

As a citizen, you can be assured of my loyalty and of my appreciation for what you and the Federal Bureau of Investigation have done and are doing for the preservation of the American way.

Sincerely,

刀. K・Macke George R. Wackenhut

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Enclosure

11-17

EXP. PROC. NOV 9-1962

NON 27) 1962

George R. Wackenhut 7795 S. W. 122nd St. Miami 56, Fla.

November 3, 1962

Mr. Art Buchwald
New York Herald Tribune
230 West 41st Street
New York, New York

Dear Mr. Buchwald:

I have read your recent article entitled "The Gang's All Here", which discusses the story on the FBI by Jack Levine which appeared in "The Nation".

I assume that your column was written in a spirit of good humor. However, whether you are aware of it or not, it appears that there is a concerted effort by the Communists at this critical time to discredit Mr. J. Edgar Hoover and the Federal Bureau of Investigation. Unfortunately, your column may be put to unscrupulous use in a way you probably never intended.

Perhaps you may be able to rectify this in some fashion. I hope so because I know many of your readers here feel the same concern that I do.

Very truly yours,

George R. Wackenhut

Scc: Mr. J. Edgar Hoover
Director

Federal Bureau of Investigation

NOV 28 1962

CETTER

UNITED STATES GOVER ENT

Memorandum

то

Mr. Mohr

DATE: November 9, 1962

Conrad __ DeLoach _ Evans ___

Gale __ Rosen _ Sullivan Tavel _ Trotter

Tele. Room Holmes ____

FROM

C. D. DeLoach

SUBJECT:

WACKENHUT CORPORATION

Kemper saw Stan Tracy, former Assistant Director, the other day and Mr. Tracy stated that he was still on the Board of Directors of the Wackenhut Corporation. He said he was there as an observer so he could see if they did anything that would embarrass the Bureau and could put a stop to it. He said the operation of the organization has been taken over by former Inspector Victor P. Keay and that he has done a real house cleaning. For example, he went to Buffalo and after checking, fired former Agent Harry E. Manicas. It will be recalled that Manicas used the National Academy Directory of Graduates in connection with his investigations. Mr. Tracy further stated that the organization had removed all mention of the FBI in its literature and further that they are moving from the investigative field to the protection field. He said for example they recently bought a protection company in Los Angeles and furnishes guards and protective devices for the May Company.

1 - Mr. Jones

ECK:geg (3)

REC 33

20 1962

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November 23, 1962

Mr. George R. Wackenhut President The Wackenhut Corporation 3280 Ponce De Leon Boulevard Coral Gables, Florida

Dear Mr. Wackenhut:

Your letter of November 13th, with enclosures, was received during Mr. Hoover's absence. You may be certain it will be brought to his attention upon his return.

Sincerely yours,

Helen W. Gandy Secretary

NOTE: See Morrell to DeLoach memorandum dated 11-19-62 captioned: "George R. Wackenhut, President, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida."

JH:nkg

Tolson Belmont _ Mohr . Casper Callahan Conrad DeLoach Evans _

dolmes

Gale Rosen . Sullivan _ Tavel _ Trotter Tele. Room

MAIL ROOM TELETYPE UNIT

ORPORSTION

Services for management and the professions

CORAL GABLES, FLORIDA HIGHLAND 5-1481

November 13, 1962

Mr. J. Edgar Hoover Director The Federal Bureau of Investigation United States Department of Justice Washington 25, D. C.

Dear Mr. Hoover:

I recently finished reading "A Study of Communism", and want to extend my heartiest congratulations to you on your new book.

It is a clear and forceful explanation of the enemy we face, and I wish it were possible for every American from high school age upward to read it.

We are doing everything we can toward that end among our own associates, employees and friends by means of The Wackenhut Security Review and The Pipe Line, copies of which are enclosed.

Let me again extend my congratulations for this and all your efforts to combat the greatest danger which confronts our nation today.

Sincerely yours.

George R. Wackenhut

President

REG- 91

10 DEC 4 1962





THE WACKENHUT SECURITY REVIEW

Vol. 2, No. 11

November, 1962

COMMUNISM and YOU!

"The danger which world communism presents to the free nations has not abated. If anything, it has increased ... Knowledge of communism – the challenge of our age – and an appreciation of our American heritage will enable us to discipline ourselves for the hard decisions, the responsible judgments, the dedication, and the sacrifices which will have to be made to insure the continued existence of our nation and the perpetuation of freedom itself."

- J. Edgar Hoover

(From the Foreword of his outstanding new book, "A Study in Communism", published by Holt, Rinehart and Winston.)

THE PURGES OF JOSEPH STALIN

In 1933, while the Communist Party was making rapid progress in the United States, Joseph Stalin was facing a grave personal crisis in Russia. The terror and tyranny which he had used to force his Five-Year-Plan upon the nation had brought the people and even the Party leaders and members of the military close to the point of open revolt.

During 1932 and 1933, more than five million Russians died of starvation in a man-made famine deliberately created by Nikita S. Khrushchev to subdue the rebellious peasants of the Ukraine and to provide food for the workers of Stalin's industrialization program.

The workers themselves did not escape Stalin's lash. Controls were increasingly tightened to reduce absenteeism and turnover and to force greater production. Police identity cards were issued to every person in the nation, making it possible to keep track of all workers. Any person failing to report for work without a satisfactory explanation was subject to instant dismissal. This was tantamount to a sentence of death since dismissal carried with it the loss of both living quarters and ration cards. Such victims could look forward to wandering, hungry and homeless, or confinement in slave-labor camps, which already contained millions of fellow Russians.

Two important events occurred at this time to help carry Stalin safely past the danger of incipient revolution. On January 30, 1933, Adolf Hitler was named Chancellor of Germany. The Russian people, remembering their demoralizing defeats by the Germans in World War I and Hitler's proclaimed hatred of Communism, looked worriedly toward the West and were distracted from their anger at Stalin.

STATE OF STIRE



The second event also had an international aspect. From the day the Bolsheviks seized control of Russia in 1917, the United States government had refused to recognize the Communists, although American sympathy for the Russian people was constantly demonstrated by such acts as The Hoover Commission feeding millions in the famine of 1922.

Now, in 1933, Stalin sent Maxim Litvinov to Washington with a suitcase full of faithful promises: The Communists would not propagandize, would not attempt to subvert or overthrow the United States government; the Soviet Union would behave as a respectable and responsible government. On these conditions the United States granted official recognition to Russia, and Stalin's success in achieving this diplomatic prestige won for him the admiration of the Russian people.

As the public pressure lessened, Stalin was able to turn his attention toward his rivals and the rebellion within the Party ranks. When Sergei Kirov, a leading member of the Politburo, was assassinated by gunmen on December 1, 1934, Stalin had his excuse and unleashed his full fury on all who opposed him.

This time the terror was directed not against the people but against the Party members themselves. The secret police, under the direction of their chief, Nicolai Yezhov, again roamed the nation, digging and probing into every Party group for their victims. These former comrades were characterized as "Trotskyites". They were accused of espionage, diversion and betrayal of Russia; they were described as vile murderers, degenerates and Fascist agents. Party members, hoping to save themselves, quickly confessed, naming others as conspirators. The victim's family, his friends and associates were all taken in the dragnet, arrested, and imprisoned or shot.

The great purges were on, and with them came the show trials of 1936, '37 and '38 in which the defense, the prosecution and the judges all had their precise instructions and the guilt of the accused was already predetermined. Russia and the world watched while leading members of the Party "confessed", one after the other, to sabotage, espionage and other "crimes".

Ninety-eight of the 139 members of the Central Committee elected at the Seventeenth Party Congress were arrested and shot to death. Out of the 1,966 Congressional delegates, 1,108 were arrested and charged with crimes against the government.

All of Stalin's former associates in the Politburo were purged. Top political, government-al-and-diplomatic officials, including ambassadors and ministers were placed on trial. The military purge wiped out the major officers of the Army, Navy and Air Force, and 30,000 officers of lesser rank were executed. Tens of thousands of other Russians died before firing squads or were imprisoned in concentration camps. Estimates range from several hundred thousand to several million victims in this the most terrible massacre in history.

But Stalin had won again. He had collectivized the peasants; he had pushed industrialization forward; he had drowned in blood and permanently silenced the last tiny cry of protest from the people and the Party. In 1938 he stood supreme, unchallenged, as the absolute dictator of the Soviet Union.

The Wackenhut Corporation is a national security and investigative organization with operations extending from Puerto Rico, throughout the United States, to Hawaii. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees as an educational service. Copies may be secured by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida.



Pibeline

Published by and for the Employees of The Wackenhut Corporation, Coral Gables, Florida

Vol.1, No. 10

October, 1962

" A Study of Communism "

The one man in the United States who knows more about Communists and Communism than any other warns today:

"The danger which Communism presents to the free world has not abated. If anything, it has increased."

J. Edgar Hoover, who vividly described the threat of Communism in his national best-seller, "Masters of Deceit", has written another book that will sweep the country and help to educate our citizens to the menace which, if not halted, would cost us our country and wipe out freedom from the world.

"A Study of Communism", published in October by Holt, Rinehart and Winston, at \$3.95, already was in its second printing before publication.

The book clearly and forcibly answers such important questions as: what is Communism, how does it come to power and why is our free society superior to it?

No one speaks with more authority on Communism than Mr. Hoover. As Director of the Federal Bureau of Investigation since 1924, he has been officially investigating and observing the growth and operations of Communism almost from its start. Communism, as we know it today, dates from November 7, 1917, — only seven years before Mr. Hoover took office.

His book traces the history of Communism from Karl Marx to the present, outlines its theories and objectives and the techniques which it employs to achieve them. He emphasizes that the Communist Party, USA, has, since its inception, been a tool of Moscow and is dedicated to the Soviet goal of world domination.

Mr. Hoover calls upon American citizens to inform themselves on the true nature of Communism so they will be alert to all of its threats wherever they may be made. At the same time, he urges them to study and cherish the great freedoms and benefits enjoyed under Democracy in the United States.

He concludes:

"America was founded on freedom. It has grown and prospered, spiritually and materially, under freedom. And, in its deep and abiding faith in the ultimate triumph of freedom, America still holds the key to the future of mankind. With faith in the inherent dignity and worth of the individual, Americans can face the future with vitality and resolute purpose."

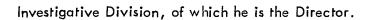
Meet Your Officials



Samuel Kerr McKee

For October, it is our pleasure to introduce Samuel Kerr McKee, the Sam Spade of TWC's

62-101335 39 ENCLOSURE, 39



Sam was born and raised in Richmond, where he attended grade and high schools. While accumulating the funds for college, he worked for a Richmond advertising agency, where he developed his ability to speedily review the many investigative reports which cross his desk daily by reviewing several hundred newspapers each day to check space advertising.

Sam entered the University of Richmond where he played freshman football and basketball and ran varsity track, the mile and half-mile. He graduated with his law degree and was admitted to the Virginia Bar. While attending law school, he worked as Assistant Physical Director and later Business Secretary of the local YMCA, following in his father's footsteps; Sam's father died in his Freshman year, and he served in his latter job during the day and went to school at night.

After graduation, Sam stayed with the "Y" until he resigned " to find out what I wanted to do", which proved to be entering the FBI, which Sam did in March, 1930. Upon completion of his training, Sam was assigned to various field offices, serving in the mid-thirties on a special "Major Case Squad" which worked principally on kidnap cases. He became a squad leader in this group and participated in many of the nation-wide roundups of the famed "Pretty Boy" Floyd, Barker-Karpis, Roger Toughey and other infamous mobs. The FBI was building up its name in those days, but the big-time criminal of those times did not hesitate to open fire on Agents, and Sam faced his share of this in the various apprehensions made by him and his squad, escaping unscathed through what he considers extreme good fortune.

In 1938, Sam was appointed as Special Agent in Charge and served in the offices in Richmond (Home Town Boy Makes Good!), Miami, Pittsburgh, Washington and Newark before retiring in 1953 " to get acquainted with two teen-age kids", they being sons Sam III and Dennis.

Oh, yes, somewhere along the line busy Sam took time out to get married and start to raise a family. His wife, Doris, is from that famed playground, Virginia Beach, Va., and Cautious Sam knew her only 13 years before they married; he's had time since to reflect upon that rash decision and has decided it was a good one!

After retirement from the Bureau, our subject (just like in his investigative reports, we'll refer to him in this manner) took a job as corporate Personnel Director of McGregor-Doniger, Inc., in Dover, New Jersey (since they may be a potential client, we'll mention they make famous McGregor Sportswear). This was a staff job devising and administering policy for the company's 2,500 employees. While in this capacity, subject accepted the invitation extended him by the then Mayor of Chatham, New Jersey, to fill an unexpired term on the Borough Council; while on this body, subject was Chairman of the Police Committee, and later ran for office to succeed himself. He was elected and served a total of two and one-half-years, when he resigned. due to the pressure of business.

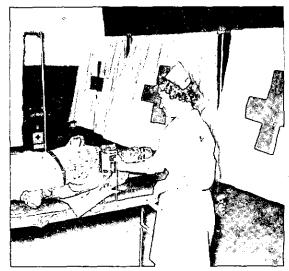
Sam (we'll refer to him journalistically now) resigned from his personnel job in 1959 when a reorganization was effected in his company, and came to Florida early in 1960. He had visited Virginia during that winter and returned to his New Jersey home to find 18 inches of accumulated snow in his driveway, upon which he told his wife, "This is the last snow I'll ever shove!!" – and it was! He had engaged in an exchange of letters with our President, George R. Wackenhut, who offered him the job of heading up the expanding Investigative Division, the job he accepted and fulfills so capably today.

Sam and Doris have not only two sons, but a daughter-in-law and about 4/9ths of a new McKee generation, the arrival of which is certain to touch off a round of celebrating in the McKee household in Miami's Southwest area. Sam, III (the married son) is a U.S. Naval Academy graduate and is currently serving (and awaiting his parenthood) in the USMC base at Parris Island, a First Lieutenant in a headquarters and supply company. He served prior to this in Okinawa. The younger son, Dennis, enlisted for a three-year hitch in the Army and recently returned from Korea, where he served in a classified job in the Security Agency. He is currently based at Ft. Devens, Mass., and has one more year to complete in his college work, which he plans to do when his three-year hitch is up (in August '63) at his father's Alma Mater, the U. of Richmond.



Sam is a "Tinker", by his own admission; he enjoys doing so with flowers, and more exactly orchids, in particular. He also enjoys swimming in his home pool (Rich or Poor, it's nice to have money, Sam!).

Sam is a member of the Society of Former Special Agents of the FBI, of Sigma Phi Epsilon (college social fraternity) and was a member and former President of the where he promptly went and was taken aboard the Morris County (New Jersey) Personnel Association. Asked to describe himself, he states he is "exceedingly conservative" and a "middle-of-the-roader", which he says he inherited from his Western Pennsylvania forebears. Precisely what this country needs more of, say we, so here's hoping Sam passes some of his fine qualities on to the upcoming generation of McKees (you don't speedy recovery of Capt. Martinez of Mayaguez, have long to wait now, Sam!), - and maybe their little McKees, tool



Pictured above is one of the donors to the TWC Blood Bank, started by TWC employees in Puerto Rico. This scene was repeated by enough employees to establish an account in the local Blood Bank to aid employees our friends")... Welcome to Lieut. Jim Dunn (alias who might need blood due to an illness or operation.

News From Here 'N' There

KOBUTA: Congratulations are in order for Insp. Cliff Hatcher of Denver, who married Miss Sherrey Baker of Rochester, Pa....Insp. Larry Ripple of this installation was best man...and congratulations are also in order for our correspondent from Kobuta, Sgt. Joe Flippin, whose wife, Marion Kay, presented him with their first born, 8 lb. 12 oz. Scott Michael on September 27.



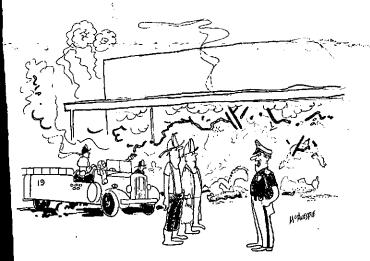
ORLANDO: Here's a thumbnall sketch of our new Area Guard Supervisor, Sgt. Charles McDorman (who had fits at the thought that his being given publicity herein might lessen his value to TWC on future u/c work; that's it, Mac, think SALES, SALES, SALESI)...Mac was on the T-1 force in Denver until he was out-phasened, as they say up Penn. way, Koppers' Kobuta Karavan...Mac is a Virginian, retired from the AF, is a commercial pilot, and has already visited headquarters for his "immunization" into the TWC way-of-life...Welcome aboard, Mac1. now, back to your SALES!

PUERTO RICO: All hands are looking forward to the injured in an auto accident on the Hormigueros-Mayaguez Road...hope by now all is well with you, Capt. Martinez I... Congratulations to guard Julio Cardona of the Mayaguez area, who, upon returning to his home about 1:30 A.M. after a tour of duty, surprised two thieves trying to break into the Cadillac Manufacturing Co. next door to his home...Cardona gave chase and immediately notified the Police Department, as well as the executives of the Cadillac firm...on or off duty, Cardona is "on the job" !

WICHITA: TWCers here were all happy to see C. W. "Bud" Thompson, headquarters' most-travellingest man, as he made his inspection at the T-7 site... Bud told the supervisors at a later meeting that the Sergeants and men must have known he was coming, for as he approached a complex in the middle of the night, an Inspector shining from top to bottom, white gloves and all, was standing in the road directing "traffic", - Bud's car being the only "traffic" for miles around! (Bud Beaver says this is the kind of VIP treatment given at T-7 to "special people and Capt. Dunn from kaput Salina); all hands are glad to have you aboard at T-7 and know you will be of great help there...the Kansas heat seems to have overcome Denver transferse Sgt. Cole; he's voluntarily agreed to enter that institution called matrimony (don't be scared, Sarge, the easiest part is when you close your eyes and say "I do")...Sat. and Mrs. Ingle are absorbing congratulations for the arrival of their 7 lb. 2 oz. boy bouncer; those from Mr. Watkins,

Martin Asst. Security Officer went something like, "Congrats, Sergeant, one more for our side"...Inspector and Mrs. Ernest Steinbrock are proud parents of a new baby girl (their fifthl); they've about given up trying for a boy in this "women's world"... Insp. Robert Deerfield, transferred from Moses Lake, is to be congratulated for his recent marriage to Miss Luella Ann Woods of Iowa...and ditto to Insp. Cletus Selenke, wed eleven magazines...his alertness, devotion to duty, to Miss Cheryl Smith...Insp. Clinton Hoard is being congratulated for getting his Sgt. stripes back (nothing derrog.; he was a Sgt. at Salina and took temp. refuge as an Inspector at T-7)...Sgt. Amis reported back to work after spending a few days in Denver visiting friends (hmmmmm, now just how did he manage to get a few days off?)... Insp. John De Jarnette is getting a "well done" from T-7 TWCers for handling an overheat-grats to James Toopes, recently promoted to Sergeant ed relay box which burst into flames, but was guickly extinguished by John (that's playing heads-up ball, John 1) (Your reporter from T-7: Sgt. E. Ingle – Thanks,

TAMPA: Recently, the Tampa office received an emergency request for guard service at the site of a partially burned-out grocery supermarket...Guard James McAnespie was assigned to duty at this location; during his tour, the Fire Department completed their assignment and departed...company officials, satisfied that McAnespie was well in control of security, also departed...Some time later, McAnespie noted that the fire had again Ignited in the popcorn section (causing considerable expansion!) and recalled the Fire Department. He submitted the following artist's conception of this irregularity (thinking, no doubt, of the saying "One picture is worth a thousand words"):



"Welcome Back! If you're not too pooped to pop, please put out the fire in the popcorn this time!"

If you're thinking the above cartoon has some professional aspects to it, you're right; Guard McA. attended the Chicago Academy of Fine Arts and was a commercial artist, eventually going into cartooning on a freelance basis...his cartoons are currently appearing in such magazines as "Boys' Life", "Scouting Magazine" and Humorama Publications, which is a chain of some and promptness in handling the above-depicted irregularity are to be highly commended (how about our seeing more of your talent in future issues of "The Pipeline", Mr. McA.; we're indeed honored to have you as guest artist in this issue!)...Welcome to Christopher "Chris" Callan, newly acquired Investigator in the Tampa District...Chris is (natch!) an ex-FBler...Conto assist Sqt. Jim Mowery in supervisory duties in Hillsborough and Pinellas Counties..All members of the Tampa staff extends best wishes to Shirley Derriso (you never congratulate a young lady for "Mission" Accomplished!") on her engagement to Mr. Edward Plourde; he's in law enforcement in the 1.D. Division of the Tampa Police Dept. (Editor's Note: Glad to finally hear from "our man in Tampa"; please keep the news wires open for the benefit of the "Pipeline".) CORAL GABLES HDQTRS: Off. Mgr., Anne (I-wasa-Chief Clerk-for-the-FBI) Pelton is happily settled in her new hacienda; Anne had wisely rented-withan-option upon arrival in Fla., and decided she was going to be around long enough to go ahead and turn those rent receipts into tax-and-insurance-and-interest deducts; we can't wait until we all swim in the pool she is digging in the back yard with her own I'll hands (or is that a fallout shelter, Anne?)..the new face around here is our latest addition to the Acctg. Dept., Mirtha Latour; a hearty welcome to you, Mirtha. .and to Bert Reinhardt, added to assist in our recent rush of polygraph exams..and to Carol Duran, part-time Mata Hari (Investigator) in the Miami District..and a welcome back (from a vacation week spent in Florida) to Payroll's Sally Hamilton, , too bad we can't run a picture of our Miami District's Secretary Liz ("I enjoy being a girl") Mills trying to please all concerned with new fashion ideas for our uniformed receptionists...in one sample outfit with a round red fezz, she had staffers looking for the leash and organ grinder...some day, someone is a-comin' in the office early some Ayem yelling "The mackeral are hitting!", and staunch fishermen in the office staff (numbering a dozen or so) are going to have to be chained to the desk to keep them from leaving and calling back in with a case of "one-day pneumonia".

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OFFICE	
FEDERAL BUREAU OF INVESTIGATION UNITED STATES DEPARTMENT	MR. TOLSON
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DEPARTMENT OF JU	MA MOHRINIO
	MR. CASPER
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Vol. 2, No. 12

December, 1962

COMMUNISM and YOU!

"The foreign policy of the Soviet Union is clear and explicit. We stand for peaceful, close and friendly relations with all the neighboring countries which have common frontiers with the U.S.S.R. That is our position. We stand for the support of nations which are victims of aggression and for fighting for the independence of their country... Such is the foreign policy of the Soviet Union."

- Joseph Stalin

THE WAR YEARS

After Joseph Stalin had conquered his own country and Party through his reign of terror, he was able – from his position of supreme confidence at home – to turn his attention to the expansion of the Communist program abroad. Even in his most enthusiastic plottings, he probably did not anticipate the great success which lay ahead for Communism. Between 1939 and his death in 1953, Stalin was to see seventeen countries and nearly a billion people fall under the Red flag.

As he sat watching closely, Hitler's Nazis in 1939 stood poised on the edge of Poland. Now, while openly working with England and France for a mutual defense against Germany, Stalin was secretly negotiating with Hitler. On August 23, 1939, their non-aggression pact was announced. Nine days later, Hitler marched into Poland from the west, and within three weeks the Reds struck from the east.

A shocked and angered world watched as first the powerful Nazi and then the Russian tanks and bombers devastated the Polish cities and destroyed a gallant but helpless Polish army. Then the torture-trains began to roll as hundreds of thousands of Poles - workers, businessmen, military and governmental leaders - were shipped like cattle in the freezing winter to slave-labor camps in Siberia. On hand to direct the operations, as he had in the Ukraine, was the master of subjugation, Nikita Khrushchev.

Communist imperialism was on the move. During the months of September and October, 1939, Lithuania, Latvia and Estonia were pressured into signing mutual assistance treaties with Russia. Prior treaties existed with Finland. But the value of such treaties with the Soviet Union was now to be made clear.

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On Novel 30, 1939, the Red forces invaded aland. The Finns fought back heroically and took a heavy toll in their rugged country, but they were overwhelmed within three months and were forced to cede some 16,000 square miles of border territory, including the Karelian isthmus, Vijpuri and part of Lake Ladoga.

Russian diplomatic and military pressure was increased to the breaking point on the tiny, helpless countries of Lithuania, Latvia and Estonia until finally in June, 1940, ultimatums were issued and the Soviet army moved in, setting up puppet governments. On August 3, 1940 Lithuania was incorporated into the Soviet Union. On August 5, 1940, Latvia was incorporated into the Soviet Union.

Stalin's smug satisfaction, however, was abruptly shattered ten months later when Hitler – with the same ruthless disregard for treaties as the Soviets – tore up their non-aggression pact and opened a massive surprise attack on Russia.

Imperialistic ambitions were temporarily forgotten as Russia, poorly prepared, fought for its life. The Nazi forces moved east on the ground and in the air along a 2,000-mile front and within six months had captured more than half a million square miles. But millions of Russians in the Ukraine had not forgotten the mass executions, the deliberate famines and the Party purges, and in many regions the Germans were welcomed joyfully as friends and deliverers.

To combat this fraternization with the enemy, Soviet agents, under the direction of Nikita Khrushchev, were dispatched secretly throughout the occupied territory with orders to seek out and murder all collaborators. Failure to resist the Germans was labeled collaboration and was punishable by death. In the towns where the people quietly accepted the German rule, the Soviet agents murdered the German officers. Believing the people were responsible, the Nazis retaliated savagely, executing ten Ukrainians for each German killed. The suffering Ukrainians were the victims of both sides.

The Nazi blitzkreig continued to roar eastward. Minsk, Smolensk and Kiev fell; Leningrad was besieged. A terrible battle ended in the capture of Stalingrad, and the Nazi lines reached the Black Sea. Stalin was desperate. He exhorted the people to fight for "Mother Russia" – not Communism. He begged for aid from the United States and dissolved the Communist International to prove his new friendship.

America responded with a gigantic Lend-Lease program that continued throughout the war. By its end, the United States Government and its citizens had contributed more than eleven billion dollars in huge quantities of tanks, trucks, guns, ships, planes and other equipment and supplies.

With this vast aid, the battle tide slowly turned. As the Gomans began to fall back, and despite the vast problems of destruction within his own country, Stalin already was platting to renew his imperialistic offensive that would bring seven European nations under Communist control.

With operations extending from Puerto Rico, throughout the United States, to Hawaii. Actively aware of the threat of Communicant it presents this series of articles to its friends and employees as an educational service. Communicant beysecured by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce De Leon Boulevard, Coral Gables, Florida.

OPHIONAL FORM NO. 10
2010-1024

UNITED STATES GOVERNMENT

Memorandum

TO: DIRECTOR, FBI (

JEROM: SAC, SAN JUAN (62-401)

SUBJECT: THE WACKENHUT CORPORATION INFORMATION CONCERNING

Re San Juan letter to Bure

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OTHERWISE

DATE: 1/16/6

what

Tele. Room.

Miss Holmes

Miss Gandy_

Re San Juan letter to Bureau 7/13/62 captioned

as above.

For information of the Bureau, on 1/15/63 Mr. GEORGE R. WACKENHUT, President of the above captioned corporation,

Manager of the above organization who is now in a similar capacity in Miam, Florida, and for the cooperation, called on the cooperation, called on the cooperation.

me in my office. PUBRIO RICO

WACKENHUT stated that the purpose of the visit was a social one only to become acquainted with me, and indicated that he and his two companions were in San Juan for one week for the purpose of looking over operations of The Wackenhut Corporation in Puerto Rico.

WACKENHUT apparently attempted to influence me by "name dropping" the identities of the former Bureau employees who are affiliated with the organization at the present time, and he offered this office any cooperation of his corporation desired in Puerto Rico.

I thanked him for his offer of cooperation, furnished him absolutely no information regarding the Bureau's operations and kept the visit on a strictly impersonal level.

I had never previously met any of these three individuals, and I will continue to be most circumspect with any representatives of the above corporation.

2 - Bureau 7 1 - San Juan TEB: mjh (3)

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SAC, SAN JUAN (62-401)

THE WACKENHUT CORPORATION INFORMATION CONCERNING

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For the information of the Bureau, on 3/14/63 I was visited in my office by Mr. ROBERT S. HOPLER, formerly District Manager of The Wackenhut Corporation in Puerto Rico, and by Mr. CARLTON A. ROOD, the new District Manager of the company. HOPLER advised me that he had been transferred to Buffalo, New York, as District Manager of the above corporation.

For the information of Buffalo, the Bureau has advised that HOPLER was employed as a Special Agent in the Bureau from 1/7/52 until 3/15/57 when he voluntarily resigned, stating he had accepted employment as Director of the Northwest Miami Boy's Club in Miami, Florida. His services were rated satisfactory at the time of his separation. This office has had practically no contact with HOPLER since my arrival here in July, 1962, and we have always been most circumspect in any dealings with representatives of The Nackenhut Corporation.

The purpose of the visit on 3/14/63 was merely so that ROOD could introduce himself to me. ROOD advised that he was a Bureau Agent from approximately 1941 until 1950. He stated that since leaving the Bureau he has worked with CIA, with the State Department, and during the past three years was in business for himself.

He offered the cooperation of his agency, and I told him I appreciated the offer. Pursuant to Bureau instructions, we will be most circumspect in dealing with ROOD or any representative of this company.

So that I might be aware of the status of ROOD with the Bureau, it would be appreciated if the Bureau would furnish this office with a brief lesume of his service record.

2 - Bureau

1 - Buffalo (Info)

1 - San Juan

TEB: mjh
(4)

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UNITED STATES GOVERNMENT

Memorand

FROM

DIRECTOR, FBI

DATE:

Ir. Gale Mr. Rosen.....

Mr. Sellivan. Mr. Tavel.

Belmon

Mr. Coliman.

Mr. Trotter

Tele. Room. Miss Holmes.. Miss Gandy-

SUBJECT:

ROBERT B. RAMSDELL

SAC, TAMPA (43-41) (C)

IMPROPER REFERENCE

TO FBI

ALL INFORMATION CONTAINED HEREIR IS LICHASSIEDED

EXCEPT THIRE SHOWN

OTHERWISE

Enclosed for the Bureau are two copies of article appearing in Orlando Evening Star, Orlando, Fla. newspaper, 12/8/62, captioned "Shoplifters Delight in Stores' Plight",

Mr. SHELDON COOPER, in charge of Wackenhut conf. operations in St. Petersburg, Fla., personally contacted SAC J. F. SANTOIANA, JR., on 1/10/63, and exhibited a note received from VIC KEAY, retired Bureau employee, now associated with Wackenhut Company, in Miami. KEAY made reference to an article appearing in the 12/8/62, of Orlando Evening Star, captioned as indicated above. article makes assertion that personnel described in the article are "cleared by the FBI".

On 1/30/63, two copies of above article were obtained.

b6 b7C

On 1/31/63, Resident Agents at Orlando, with ROBERT RAMSDELL, Private Detective, residing

RAMSDELL advised he runs a box ad in the Orlando Evening Star, and as such, is permitted to run an article once a month of the nature referred to above.

RAMSDELL stated that he furnished pertinent information to a writer for the nespaper who prepared the article, but did not check with him with the accuracy.

RAMSDELL stated that the reporter misquoted him; that, among other things, the article indicated that the detective company was operated by RAMSDELLS and EUBANK, and he noted that EUBANK is a subordinate employee.

2 - Bureau Tampa

TCA:lu (3)

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RAMSDELL stated he does not recall making the statement in the article "they are individually cleared by the FBI", etc.

RAMSDELL stated that he knows better than this, having been an investigator while in service, and having been an investigator for the Solicitor's Office, Orlando, Fla.

RAMSDELL stated that he regrets if any improper impression was conveyed to the public as he had no such intentions.

RAMSDELL said that he would be willing to try to effect americation of the statement, or do anything desired by the Bureau in an effort to rectify the matter.

No further action being taken by this office.

OPTIONAL FORM NO. 10 5010-104-01 UNITED STATES VERNMENT

emorandum

DIRECTOR, FBI

DATE: April 18

Mr. Tavel:

Mr. Trotter Tele. Room

Miss Holmes Miss Gandy.

FROM

LEGAT, LONDON (62-0)

SUBJECT:

THE WACKENHUT CORPORATION,

SAC LET #62-24, 4/24/62(B)

Referenced SAC Let advised above corporation had attempted to capitalize on former FBI affiliation of its employees and all offices must refrain from any contact with it.

For the Bureau's information, on April 17, 1963, Mr. JAMES EDLER came into the office. He advised he was with Wackenhut Corporation in Coral Gables, Florida. He is in London for approximately 90 days making a survey to determine if there is sufficient basis for opening a branch office of the corporation in London. EDLER asked for no assistance and none was offered to him.

The above submitted for the Bureau's information.

Liaison Section (Sent Direct)

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APR 23

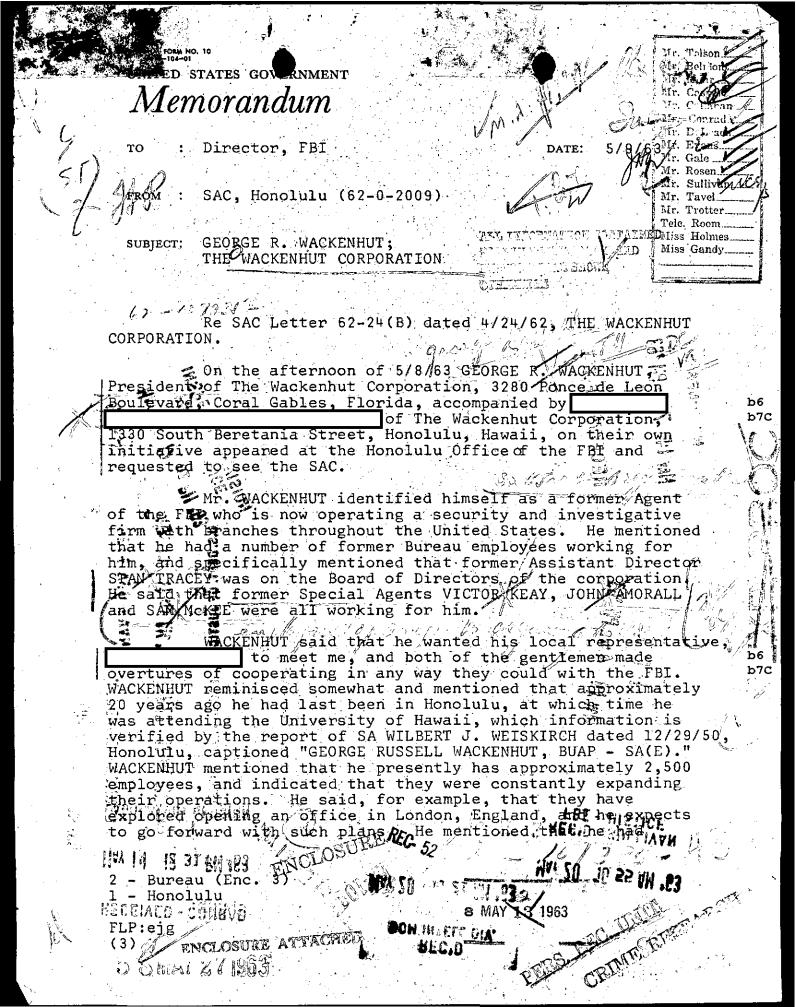
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numerous fine contracts with large industrial companies to handle their security and plant protection work. He also mentioned that as a sideline he has provided the uniformed female tour leader service which is utilized by the "Miami Herald" newspaper to escort visitors through their offices.

WACKENHUT furnished to me the following enclosed documents:

- (1) "I Was an Undercover Scientist," by Dr. JOHN A. Z. WYLER (a nom de plume,) Staff Member, The Wackenhut Corporation.
- (2) "The Wackenhut Case Report" dated April 1963:
- (3) "The Wackenhut Corporation." The Pance of the Conclusion of th

It is noted that this latter document contains the statement, "The President and Chairman of the Board is Mr. George R. Wackenhut, a former FBI Special Agent, who is a member of the Society of Former Special Agents of the Federal Bureau of Investigation, Inc. and the American Society for Industrial Security."

b6 b7C

Neither Mr. WACKENHUT nor ______ made any request, and it was apparent that their visit was in the nature of offering to assist the FBI. Nothing was done to encourage relationships with either of these individuals, and pursuant to instructions set forth in referenced SAC Letter, no contact will be made with this organization and absolutely no cooperation will be extended to its employees, nor will there be any participation by their employees in any office functions. Further, pursuant to referenced SAC Letter, foregoing is set forth so that the Bureau will be immediately advised regarding this approach by Mr. WACKENHUT and his local representative.

Vol. 1, No. 2

April, 1963

THE BRIDE WHO DIED

When a 19-year-old bride died suddenly, friends and neighbors in her small southern hometown were shocked. The local newspaper called it a heart attack and, in a later story, hinted at a previous heart condition. The girl had taken out life insurance just a few months before death struck, and the insurance company questioned the claim on the basis of an undisclosed medical history.

An investigation for the insurance company revealed that the newspaper had been in error about the earlier heart condition, and it retracted the statement in print. The townspeople declared the girl had been healthy, and doctors said they were unable to determine the exact cause of death. Based on the investigative report, the insurance company decided the claim was substantiated, and quickly paid in full. Accurate information helped both the company and the grieving family.

THE HIDDEN ROOM

An undercover investigator working in a small but sensitive defense plant recently uncovered an employee plot reminiscent of the exotic tales of Dumas and Boccaccio.

Parts for spacecraft manufactured at the plant were required on an exacting time schedule and the operation had been geared to maximum efficiency. But soon management became perplexed by failure of the late night shift to meet production schedules. It consistently fell behind each of the other shifts.

Ordinary methods of checking failed to reveal any reason for the difference in volume. So the firm's industrial relations consultant suggested an undercover investigation. A man skilled in the necessary production techniques was quickly found and assigned to a job on the dilatory shift.

Within a few nights the undercover investigator had discovered and documented reasons for the slowdown. Each night a feminine visitor was smuggled into an unused office in the plant. During the night, numerous workers on the shift took time off to visit the room. Manhours lost from the job more than accounted for the poor showing made by the night shift.

The visitor was escorted from the property and tighter security measures set up to prevent her return. Shortly, the plant returned to full capacity and was able to meet its various defense deadline requirements.

ENCLOSURE / 333 - 43

"THE LAWLESS LAWMAN"

The Police Department in a small western city could not afford the expense of a polygraph instrument and its own examiner. Nevertheless, it always sought the highest quality personnel available, using other means of checking applicants before giving them a gun and badge.

One young applicant passed all these tests with flying colors. His IQ was high; he was healthy and strong and the physical examinations revealed no defects; he had an honorable discharge from the service, and his credit and personal references were glowing.

With the favorable results of all these examinations before him, the Police Chief believed he had found an exceptional recruit, and called the young man into his office for a final interview. In the course of that talk, something raised a vague doubt in the mind of the Chief -- a sixth sense developed in quizzing many a suspect in criminal cases. So he arranged for the young man to take a special pre-employment polygraph test.

An hour with the professional polygraph examiner destroyed the applicant's qualifications for a police officer. Questioning disclosed he had been a confirmed gambler for many years. Quite successful, too. His admitted winnings for the current year were almost four times what his policeman's pay would have been.

The Chief wondered what would have happened if he were on the force and began losing four times his salary. But that was a moot question. The Chief's intuition, backed up by the polygraph, had saved the taxpayers from employing a lawless lawman.

A CRY IN THE NIGHT

In a large southern city, a smartly uniformed security guard was making his rounds one night at an industrial plant located near a river when he heard a shout coming from the dark waters. Running to the pier, he saw a man sinking beneath the surface.

Without hesitation the officer plunged into the murky water and pulled the man to shore, where he administered artificial respiration until city police arrived.

In an unsolicited letter, the Chief of Police commended the security officer for service "above and beyond the call of duty."

The above cases are true and factual, but have been completely disguised to conceal the identity of our clients. They have been taken from the files of The Wackenhut Corporation, a national investigative and security organization, with operations extending from Puerto Rico, throughout the United States, to Hawaii. Additional copies of this Case Report may be obtained by writing G. Ralph Kiel, Director of Public Relations, The Wackenhut Corporation, 3280 Ponce de Leon Boulevard, Coral Gables, Florida.

REPRINTED FROM
Research / Development
FEBRUARY 1963

"I Was

an

Undercover Scientist"

12-107335-43

By DR. JOHN A. Z. WYLER/Staff Member/The Wackenhut Corporation

"John A. Z. Wyler" is a nom de plume. But the author, as a staff from actual experience. Commercial tigators such as Dr. Wyler.

member of a national security and investigative organization, speaks espionage has been increasing so rapidly that many firms find it necessary, for self protection, to resort to electronic sweeps to make certain that board rooms, R&D and executive offices aren't "bugged"; sometimes, to employ undercover inves-

Ph.Ds can be crooks. They can also be careless, ignorant in some cases, vain and dangerous, particularly when they are employed in R&D. I know. I am a Ph.D. and have been employed in R&D. I have also been employed as an undercover scientist.

I am writing under a nom de plume for obvious reasons but, even with this protection from my outraged fellows, let me hasten to add that I realize that the above statements apply to only a tiny percentage of our scientists. Nevertheless, the facts remain: millions of doilars in company secrets are being stolen every year and, in some cases, the theft of a single secret can result in losses of five to ten milion dollars.

I learned from personal experience what the theft of company secrets can mean. Employed in the R/D Division of a large northern company and comparatively happy both with my work and position, I received and accepted an employment offer from a much smaller electronics firm located in the south. Two things influenced me to make the change. Living conditions would be much improved and more enjoyable for my family and myself, and I felt that I would have a greater opportunity to work on a broader scale in the smaller laboratory. My new employer had received several sizable government contracts and was making excellent progress. Its future and my growth position with it seemed assured. Within a year-and-ahalf the firm was dissolved and went out of business.

The cause was simple. An engineer from one of our most important competitors had been "planted" within our organization. He served two functions that were disastrous for us. It was impossible to pinpoint the occurrence at the time, but he was

> An agent dated the receptionest, loaned her money, suggested she could double her income . . .

"I Was an

By DR. JOHN A. Z.

carefully sabotaging our research efforts. Much of this sabotage needed only to be a loss of time with minor delays that, over a twelve-month's period, mounted up and made it impossible for us to meet certain schedules.

We were working on a development of one product that we felt, when perfected, would assure us of a multi-million dollar government contract, and we were only ten months away from our estimated completion date. Before we could accomplish our purpose, one of our competitors—for whom the engineer in question had previously worked—came out with a finished product. The loss of this product contract, in combination with several other factors, made it necessary for us to disband our organization.

I happened to relate these circumstances to a friend who is a member of one of the largest security and investigative organizations, and he told me that, by coincidence, they were investigating an almost identical situation in another firm. He pointed out that industrial espionage is now a national problem and asked if I might be interested in joining their organization to work on some of their cases. I was amazed by what I learned.

Over and beyond systematically planned thefts, we scientists are innocently and naively responsible for the loss of many secrets. The truth of the matter is we are not security-minded.

On the contrary, most of us have a great love and respect for knowledge in all fields. We consider it something precious. We realize that our civilization and all progress has been based upon research and the sharing of that research with our fellow scientists everywhere. There is something abhorrent, almost criminal, in the thought of hiding knowledge in vaults and dark corners—an attitude quite opposite to that of a security director.

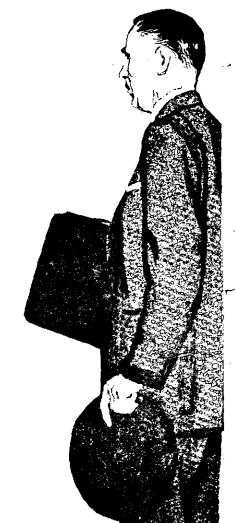
There is also pride involved—pride in the farreaching and far-searching intellect that must be free to think and experience and develop. When, after years of effort, we reach a solution to a seemingly unsolvable problem, we are anxious and willing to announce and share this solution. It is true also that, as management sometimes points out, we are primarily "business minded." The problem solution and its uses which may, for example, alleviate suffering, is the paramount criterion to us. We let management determine its value in terms of dollars.

But without retreating from our position, it has become necessary that we attempt to adjust our thinking to some realities that we cannot escape.

What are some of the functions of our nation's R&D Departments? We are trying to improve the quality of existing materials and products, to develop new uses for them and to develop new materials, processes and products.

This is our work, but notice, if and when we are successful in accomplishing our objectives, how valuable these results become to our own companies—and how valuable they would be in the hands of competitors. In other words, R&D work inherently calls for the highest type of security.

How, then, are commercial secrets stolen? I was assigned to one case which involved an obvious leakage from the research-development division of



Undercover Scientist"

The information she passes on can be analyzed to advantage by competitive scientists. Such bits of information as the business itinerary of leading members of the organization can provide the clues to company mergers, expansions, establishment of new branches and sales efforts, all of which combined can point to the company's plans and efforts.

Another case handled by The Wackenhut Corporation involved a similar case of subversion. A geologist in the oil industry, which recently has been particularly subject to espionage, was cultivated by a competitive organization. The competitor, through investigation of the background of the geologist which his employer unfortunately had neglected, discovered that the man was a homosexual. The geologist was carefully cultivated over many months and, when at last compromising photographs were secured, the geologist was in an inescapable position for devastating blackmail. From that time on until his exposure by our investigator he stole, photographed and revealed plans of his company upon demand.

Outside of the direct thefts deliberately perpetrated by company employees, many secrets are "given away" during perfectly normal activities. Business luncheons, scientific meetings and conventions and social affairs are all vulnerable locations, our firm has found in its investigations of industrial espionage. At such affairs there is a natural and strong compulsion to exchange information in fields of mutual interest. In our enthusiasms we may, perhaps, say one word too many. As we all know, a word or phrase may lead—into an entire new field of speculation, which had not occurred to us before—and which may reveal the solution to a problem on which we are working.

Such social and business affairs also provide the basis for acquaintance which is gradually developed into friendship by espionage agents. A determined agent for a competitor is a patient worker, willing to devote many months to contacts that may eventually provide him with the information he seeks. Mutual entertainment and exchanging of gifts can lead to a close friendship, which finally may be used for other than friendly purposes.

The publication or presentation of scientific papers at technical meetings can inadvertently reveal information eagerly sought by others.

What would it mean to oscillography and industry if you could photograph a scintillation pulse with a duration of ten nanoseconds? This is an important development and, of course, Polariod Land has done it with its new 10,000-speed film. How do you produce a tape that sticks to everything but not to itself? Minnesota Mining and Manufacturing Company solved this difficult research problem with scotch tape. Estimate the

value of both of these secrets and the losses that would have been involved if they had been stolen before the companies had gone into production. We scientists hold valuable and vital secrets.

None of this is to imply that we are continually surrounded by spies, or to suggest that we suddenly change our procedures. In the first place, I doubt if this would be possible.

But this is an attempt to alert the science-engineering comunity to facts that do exist, and to point out that we may at times behave in a manner that could correctly bring protest from a security director. We must recognize that we are or can be vulnerable to espionage attempts from without and within. My own investigations and experiences continually confirm this. I do not think it is any infringement upon our personal freedom or any reflection upon each other if we are asked to become more aware of security dangers. The thefts that occur are proof of the presence of the enemy.

In my own case, both sabotage and espionage forced my company out of business and cost me my position. In the drug company case and that of the geologist, members of the R&D staff were responsible for the disbursement of company secrets. The case of the public relations director, the switchboard operator, and the technical consultant, demonstrate outside penetration of the technical department without the knowledge or collusion of its department's staff. And an R/D staff can be innocent but culpable in the careless revelation of information through conversation and technical writings.

These are just a few of the many methods that may be used to break security and reveal proprietary secrets. We might well learn to think in terms of security. There are the matters of overall physical security of the plant, involving the necessary preventive measures to control breaking and entering; document control through vault or safe repositories with proper charge-in and charge-out practices; proper security in telephonic conversation; prevention of intrusion into laboratories, board rooms, and offices through the use of electronic sweeps; thorough investigation of all personnel before employment, not later, and-most important in many cases-a security attitude of mind that will certainly be reflected in personal behavior and discipline.

Look around your own company and your own department in these terms. The chances are that you may see one or more cases of weak security of which you were not previously aware.

It is worth remembering that scientists will continue to be top priority targets for spies. But the same abilities that make them technically competent can successfully defend their security.

the company. Each time that important progress was made on certain projects, a competitive company, strangely, made the same discovery. Since all members of the technical staff were highly trusted employees, many having been with the company from five to fifteen years, it seemed inconceivable that one of them would be stealing and selling company secrets.

The investigation was long, difficult, and complicated, because no member of the staff was a thief.

The break in the case came accidentally. I was going to lunch with one of the top scientists when he asked me to stop by the public relations department with him. He chatted briefly with the public relations director and then we went on.

During lunch, he complained about the difficulties of trying to interpret research development in layman's language, so that the director could put them in news release form. At the moment I placed no significance on the incident. Later, however, it came back to me, after several more weeks of investigation had proven to my satisfaction that every member of the technical staff was completely reliable.

What had occurred was simply this: The public relations director, professing ignorance, was actually cross-examining the Research and Development director with the excuse that he must understand what was being done in order to present it intelligently. Through his key questions, he was able to secure enough information to keep the competitors up to date on the research developments. The investigation revealed that the public relations director was receiving four times the amount of money from the competitor that he was receiving in salary from his own company.

A complicated espionage case involving a large drug company took place recently on two continents. The drug company had spent years in perfecting a product that would combat disease. With its perfection, the firm was looking forward to gross sales in the multi-millions of dollars. When the product was introduced abroad, it discovered that a foreign company already had the identical product with the identical formula on the market.

The drug company's attempt to resolve this mystery resulted in an investigation that had all the aspects of an international spy thriller. After many months, it was revealed that an own employee had turned over the complete formula to a scientific Fagin who, in his role as a professor, was using a group of students to raid company research secrets. He encouraged students, most of whom were completely innocent, to search out company developments and use them as the basis for doctorate theses. These gave the professor his leads

on new developments, which he would then arrange to be stolen and sold at high prices to competing corporations. In many cases, both the "spies" and the purchaser were innocent, with the purchaser buying the formula in good faith. Through these means the product involved in this case was stolen and sold abroad.

Another case on which I worked involved, like the public relations director case, a situation where all the company scientists and engineers were innocent of any wrongdoing. It was clear that company secrets were leaving the organization, but my investigation convinced me that none of the staff members was a thief.

By daily observation and analysis of the department work, I was finally able to point to a potential source of loss. Following this lead, we were able to discover the method of operation.

Periodically, usually about once a month, several members of the staff would meet with a representive of an outside consulting agency for assistance in their work. It was this outside consultant who was passing on information to competitive firms.

Many companies, particularly the smaller ones, must often rely upon the assistance of various consulting firms. There is always a potential danger, which makes it encumbent upon the R&D staff to be able to vouch for the honesty and reliability of such organizations.

A member of such a firm told me that he had to exert the utmost care in working for various companies—even to mention of key words—in order not to give an indication of their respective research efforts. Not every consultant, even though innocent of any wrongdoing, is so acutely aware of the dangers involved, or so conscientious in the protection of information. Similar danger could result from giving too much technical information in enthusiastic presentation of a product to a potential and knowledgeable customer, who may or may not be sincere in his apparent interest. Companies working jointly for the first time on a new project will do well to establish each others' good faith before revealing too many of their secrets.

Penetration of security takes many forms. One dishonest company assigned an agent to contact the switchboard operator of its competitor. He made the acquaintance of the operator, dated her, loaned her money and at the appropriate time suggested that she could double her weekly income by passing on "harmless' pieces of information which she picked up through the switchboard operation.

Once she had become involved, it became increasingly difficult to turn back—and, finally, impossible. It is, of course, not necessary that the switchboard operator be a scientist to be of value.

Can Make

ENCLOSURE



THE WACKENHUT CORPORATION

The Wackenhut Corporation is a national organization of management consultants who specialize in providing security and investigative services for business, the professions and industry. The company's remarkable growth is the result of the background of its executives and their modern approach to the problems of security.

Former Special Agents of the Federal Bureau of Investigation founded the organization, and serve in key executive, managerial and investigative capacities. Their years of training and experience, and the high standard of skill and performance to which they were held while in Government service, have determined the operating criteria of The Wackenhut Corporation.



The company's basic concept has been built upon one word: "Quality." That standard is applied to all of the many services which it brings to private business throughout the United States and Puerto Rico. In the security field it has produced the type of uniformed guard found in a crack military unit. In the investigative field it has made available high quality investigations skillfully handled at the professional level.

Millions of dollars are being lost daily by business and industry through thefts of all types. The Wackenhut Corporation is assisting management to minimize these losses through the employment of appropriate security and investigative techniques.

The Wackenhut services are tailored to individual requirements and are integrated with the plans and policies of management. They may range from an investigation, a safety survey or single guard, to a protection force of hundreds of men.

Expert guidance, advice and experienced personnel are quickly available through the services of The Wackenhut Corporation. Their complete facilities and executive staff, comprising one of the finest groups of professional consultants in the nation, and the fact-finding techniques of their various divisions, stand ready to provide management with all the information necessary to make sound executive decisions.

The Wackenhut Corporation is divided into several operating divisions, each with a specific function. These include: Investigative, Scientific Services, Internal Intelligence, Central Clearing, Retail Store Protection, Training Services, Industrial Security, Fire and Safety, and Guard-Forces.

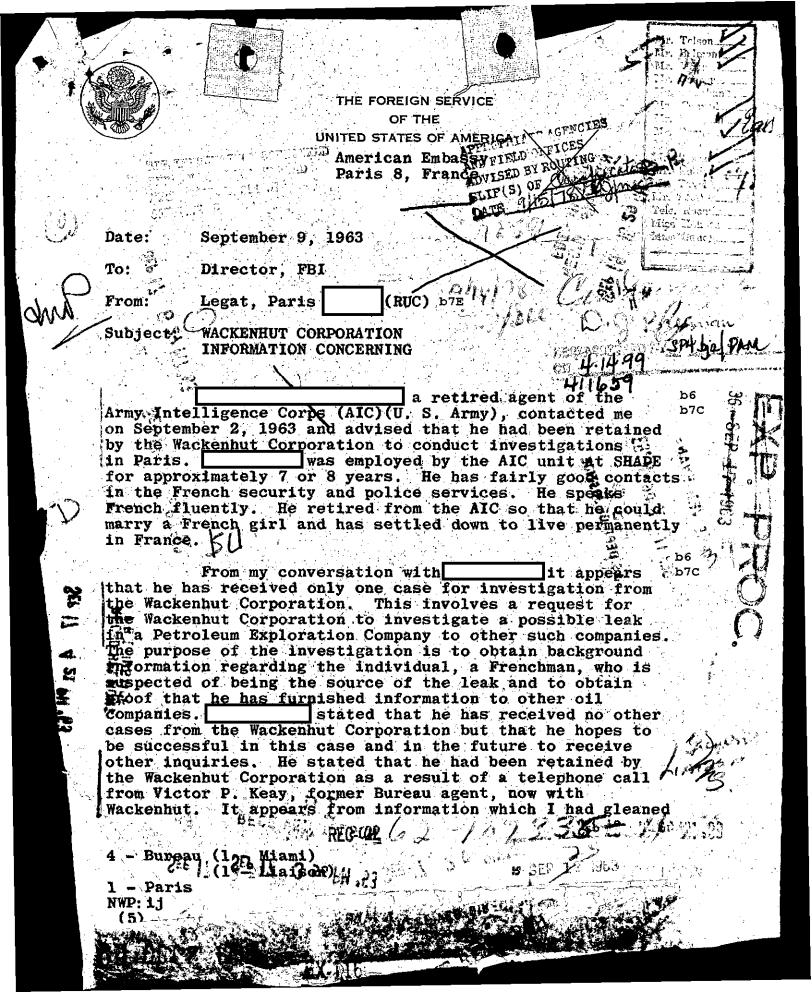
The President and Chairman of the Board is Mr. George R. Wackenhut, a former FBI Special Agent, who is a member of the Society of Former Special Agents of the Federal Bureau of Investigation, Inc. and the American Society for Industrial Security.



Hundreds of installations protected by Wackenhut utilize **Detex Watchclock Systems** for guard supervision. This progressive security service is especially pleased by the **Guardsman System** with its 96-hour capacity tape.

Executive offices are located at 3280 Ponce De Leon Boulevard in Coral Gables, Florida.

OFTIONA FORM NO. 10 UNITED STATES GERNMENT Mr. Tolson lemoraridum Mr.l.Belmont DATE: July 010, TODirector, FBI (62-107335) Jun 2 Me DeLoace Mr. Evans 💆 SAC, Miami (66-2466) Mr. Gale ... Mr. Roben. Mr. Cullivan L INFORMATION ZONTAIN THE WACKENHUT CORPORATION Mr. Tavel. HEREIN IS UNCLESSIFIED Mr. Trotter_ EXCEPT WHERE SHOWN Tele. Room OTHERWISE. Miss Holmes Miss_Gandy Re SAC Letter 62-24, Item (B), dated 4/24/62. Information has been received to the effect the following retired FBI employees, who have been working for the above-captioned corporation, have been dismissed within the past two weeks: SAMUEL K. McKEE; VICTOR P. KEAY; RAY J. ABBATICCHIO, Jr. Separation reportedly is caused by lack of production involving new business. 6 In addition, it has been stated that nine other employees were dismissed, the identities of whom are not know The following retired FBI employee reportedly now works on an hourly basis for the above-captioned corporation: LAWRENCE A. BOULIGNY, Jr. 1/18/63 mg 2 - Bureau 1 - Miami WGG:mjs (3) iling/List Noted Noted REC- TA KEROX 241963 2 Si M . 83



my name to this extent would imply that I had an interest and that he should refrain from doing this in the future.

He apologized and agreed to do so.

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UNITED STATES GOV NMENT

Memorandum

ŤΟ

Director, FBI

DATE:

October 29, 1963

FROM

· Sy

/SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
EXCIPT UNITE SHOWN
OTHERWISE

ReBuairtel 4/17/62 and mylet 7/10/63.

Information has been received that VICTOR P. KEAY is presently working part time for the Wackenhut Corporation.

2 - Bureau 1 - Miami WGG:mjs (3)



17/3

REC 11 62-107335-46

EX-112

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53 NOV 8 1963

OPTIONAL FORM NO. 10

5 8 NOV 22 1963

Pinkerton Law of 1893 - USCA title 5, section 53, chapter 208, 27,

Statute 591, - "No employee of the Pinkerton Detective Agency, or similar agency, shall be employed in any Government service, or by any officer of the District of Columbia."

HEREIN IS UNCLASSIFIED
EXCEPT SHOWN
OTHERWISE

Irregularities with the Wachenhut Corporation

The present NASA contract in Cleveland, Ohio is held by Wachenhut Services, Inc. This is a wholly-owned captive corporation of Wachenhut Corporation, Inc. having the same directors of Mr. and Mrs. George Wachenhut and their office manager.

The payroll for the empl	oyees of Wachenhut Services is
drawn up and distributed by	of Wachenhut
Corporation, a	nd the existence of Wachenhut
Services as a part of Wachenh	nut Corporation is a violation of
the Pinkerton Law.	

ill information contained

A great many other contracts with government agencies including the NASA Titan project in Denver, Colorado, and the General Services Administration building guard contracts in San Juan, Puerto Rico are also held in this corporate entity.

The negotiations between Wachenhut C	orporation and the
government are conducted by	a Wachenhut employee,
whose resignation was accepted by the Gui	ded Missile Range
Division of Pan American Airways, because	of his inability to
agree with, or work in harmony with	

The re-negotiation of the Martin - Marietta Missile contracts by the government reveals that Wachenhut Corporation exceeded by 100% the allowed profit under the security contract held by that agency.

62-107335-47 ENCLOSURE b6 b7C

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b7C

It would be my recommendation that this information should be supplied NASA so that they may more specifically scrutinize the Wachenhut set-up before allowing our Missile Program and its security functions delegated to this group.

OFFICE OF DIRECTOR FEDERAL BUREAU OF INVESTIGATION UNITED STATES DEPARTMENT OF JUSTICE November 14, 1963 The attached publication was sent to the Director by the Wackenhut Corpora tion, 3280 Ponce de Leon Boulevard, Coral Gables, Florida. The state of the s No reference is made to the Director or the FBE crt

REC- 103

2-107335-

10 NOV 18 1963

Vol. 3, No. 11

November, 1963

COMMUNISM and YOU!

"The problem is how to impose coexistence on an unwilling and desperate imperialism."

- Marxist Leninist Quarterly, August, 1963

KHRUSHCHEV'S COLD WAR-IV

Two important events took place in November 1960. In Moscow Nikita Khrushchev held his own world summit conference of 81 Communist Parties, following the Paris summit fiasco. In the United States a new president, John F. Kennedy, was elected.

The events illustrated the two faces of Khrushchev. He turned a friendly face of welcome to President Kennedy, sent him a cordial message of congratulations, and called for a return of the Soviet-American friendship that had existed during Roosevelt's Administration.

At about the same time, he was busily at work on the new Communist manifesto which was issued by the 81 Communist Parties and on his own important and significant speech delivered January 6, 1961, before party organizations of the Soviet Central Committee. Both revealed Communism's implacable and continuing determination to bring about the surrender of the Free World.

The manifesto bitterly attacked the United States, charging that "U. S. imperialism is the main force of aggression and war," that "West German imperialism" threatened the peace of Europe, and that the Western alliances of NATO, CENTO and SEATO endangered the security of the world. It accused the United States of attempting to "create new seats of war" and added: "But should the imperialist maniacs start war, the peoples will sweep capitalism out of existence and bury it."

The manifesto also pointed out that "Peaceful coexistence of countries with different social systems does not mean conciliation of the socialist and bourgeois ideologies. On the contrary, it implies intensification of the struggle of the working class, of all Communist parties, for the triumph of socialist ideas."

Together, the manifesto and Khrushchev's speech frankly proclaimed Communism's strategy and objectives and its complete confidence in ultimate victory. Khrushchev sees the turning point occurring between 1965 and 1970 when he expects the Soviet Union to out-produce the United States. To win time in the contest is now the main thing, he said. This time will be used to increase Communism's economic, political and military might. Therefore, nuclear war must be avoided for the time being. On the other hand, Khrushchev foresees armed struggle as inevitable in carrying out "sacred" wars of liberation.

ENCLOSURE

The Communist strategy, according to Khrushchev's speech, as to intensify the struggles and uprisings throughout the world, particularly in Latin America, and to weaken and paralyze the economic, political and military forces of the Free World. These objectives will be accomplished by dividing and destroying Free World alliances over such issues as Berlin; by infiltration; by threats and nuclear blackmail; by Pavlovian conditioning and diplomatic negotiations, and by massive propaganda based on "peaceful coexistence" and nuclear disammament. If all these methods fail – and when the Soviet Union has achieved military superiority – the Communists will bring the United States to its knees by the threat of or the actual unleashing of nuclear war.

Just weeks after Khrushchev's blueprint-for-victory speech, the Soviet Union orbited the world's heaviest satellite and then on February 12, 1961, scored another impressive triumph in space by launching a rocket from a satellite circling the earth. The rocket was not aimed at the United States but at Venus.

In full confidence that Americans cannot read, or have been totally brainwashed, or would never see or believe his own speech of January 6, Nikita Khrushchev presented himself as the savior of world peace. Replying February 15 to President Kennedy's message of congratulations on the Soviet rocket-launching satellite, Khrushchev fervently urged agreement between the United States and Russia on a disammament pact that "would be a great joy for all people on earth, and a great boon for the whole of mankind."

From the day of Kennedy's election, Khrushchev put on ever increasing diplomatic pressure for a personal meeting between himself and the new President. Word went out in Washington and Moscow that such a meeting was of great importance and could not come too soon. Press reports warned that the United States and the Soviet Union must normalize relations before the spread of nuclear weapons got out of hand. It was pointed out that the two leaders, face-to-face, might accomplish more in hours than diplomats could in years. Even a note of pathos was introduced: Khrushchev was getting old; he might be ousted from power and his successor might prove to be more difficult than himself and what would the United States do then?

Why was this great pressure exerted for a meeting with the President? Observers agreed that Khrushchev obviously felt it was of paramount importance that he have an opportunity to judge Kennedy, the man, for himself.

What were Kennedy's policies; with what strength of character would he enforce them; how did they differ from those of President Eisenhower; how did those policies affect Communist objectives; how did Kennedy think and operate; could he be bluffed easily or flattered and led; when he spoke would he back his words with actions and deeds?

All these things Nikita Khrushchev wanted to learn first hand so that he could make plans for his own actions and deeds during the period of the Kennedy Administration which lay ahead. President Kennedy, at first warily but politely, held Khrushchev off. Then, finally, he agreed to meet Khrushchev in June 1961 in Vienna.

The Wackenhut Corporation is a national investigative and security organization with operations extending from Puerto Rico, throughout the United States, to Hawaii. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees as an educational service. For additional copies contact:

June 26, 1964 REC 37 Omaha, Nebraska 68105 Dear Your letter of June 22md has been received. With respect to your request, the great demand for our FBI Law Enforcement Bulletin, together with this Bureau's budgetary limitations, has necessitated a policy of restricting its distribution: therefore, it will not be possible to accede to your wish. Enclosed is other material I hope you find of interest. Sincerely yours. J. Edgar Hoover Enclosures (3) Cooperation: The Backbone of Effective Law Enforcement Science Fights Crime Fingerprint Identification NOTE: Bufiles contain no references to correspondent. request for the FBI Law Enforcement Bulletinis being denied in view of his employment as a security guard with the wackenhut Corporation. SAC Letter #62-24 advised that this corporation had attempted to capitalize on the former FBI affiliation of its employees and instructed all offices to refrain from any contact with it. (62-107335) Conrad

EFT:rcd (3)

b6 b7C

TO:	DIRECTOR,	FBI
FROM:		

LAW ENFORCEMENT BULLETIN

b6 b7C

Dear Sir :

RE:

While reading the chapter on the Federal Bureau of Investigation in Miriam Ottenberg's book, " Federal Investigators ", I noticed a paragraph describing your " Law Enforcement Bulletin " As an Air Force Policeman and private security guard with the Wackenhut Corporation in Omaha, I was wondering if the " Bulletin " could be sent to an individual such as myself or would it be primarily for a Police Organization. I am very interested in Law Enforcement work and plan to join the County Sheriffs in Columbus, Ohio when I'm discharged, and would like to cover all aspects of Police work. Your bulletin sounds like it would be very informing and beneficial as I'm trying to obtain all types of On-the-job-training for my chosen career.

b6 b7C

Thank you for your time and cooperation .

Omaha, Nebraska 68105

REC 37 6 2-16

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CORRESPONDENCE

p	
DO-6. OFFICE OF DIRECTOR MR. BELMONT FEDERAL BUREAU OF INVESTIGATION WR. MOHR UNITED STATES DEPARTMENT OF JUSTICE MR. CALLAHAN MR. CONRAD MR. DELOACHO MR. EVANS	
MR. GALE MR. ROSEN MR. SULLIVAN MR. TAPEL MR. TODITER MR. LIQUE TELEGOOM MISS HOLMES	
O WACKEN HAT CORPORATION OF THE INTERPRETATION CONTAINS ENJOY OF THE SHOW	ŒD.
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ENCLOSURES

8 4 AUG 25 1964

THE WACTENHUT SECURITY REVIEW

Vol. 4, No. 8

August, 1964



"The revolution is really like a melon: green outside, red inside."

-- Cuban Man-in-the-Street

CUBA - V

With the armed forces in Cuba under his control, the seizures of land moving forward under the guise of agrarian reform, and the wrecking of private business proceeding as planned, Fidel Castro now turned his attention to the capture of labor by the Communists.

The control of labor was important. Through its use, Castro would be able to wreck private businesses by fomenting strikes and demanding that a company hire more employees at higher wages than it could afford, with resulting bankruptcy. Communist employees also would aid him in the take-over of the press, radio and television stations.

At first, the odds were overwhelmingly against him. In the spring of 1959, the 33 federations of the Cuban Confederation of Labor, the CTC, elected their delegates to the up-coming November convention. Twenty-eight of the unions voted for anti-Communist delegations; two were divided and only three voted Communist.

By the time the convention opened on November 18, the Cuban people no longer were completely blind to the advance of Communism. They had seen Major Diaz Lanz defect to the United States, President Urrutia denounced and deposed, Major Hubert Matos imprisoned in Morro-Castle and Camilio Cienfuego conveniently and mysteriously disappear. When Castro declared that the revolution was not red but olive-green, the man-in-the-street ironically replied, "It is really like a melon. Green outside, but red inside," and Castro's Communists were nicknamed "Melones."

At the CTC Convention only 150 delegates out of 3000 were Communists, but their actions were reminiscent of the armed Bolsheviks who captured the nationally elected delegates who were to set up the new Russian government in 1918. In Cuba pro-Communist militiamen patrolled the aisles of the convention hall while Communist delegates on the floor maneuvered themselves into key committee positions.

But the Cubans were not easily overwhelmed. Delegates brought watermelons to the auditorium, holding them high and challenging the Communists with shouts of "Melones!" Fighting broke out and turned into a riot. In the midst of the confusion, Castro made a dramatic appearance and a two-hour appeal for unity. He prevailed upon the labor leaders and delegates to vote on a single slate suggested by him.

62-107335-50

SECURITY REVIEW AWARDS: GEORGE WASHINGTON HONOR MEDAL. FREEDOMS FOUNDATION AT VALLEY FORGE, 1962; VIGILANT PATRIOT AWARD, ALL, AMERICAN HONOR FERENCE TO COMBAT COMMUNISM, 1963.

After the election, it can discovered that many of those elected were Communists. Those who were not were immediately suffected to a smear and slander campain on the radio and in the press. One by one, they were brought up on charges before a special assembly of the Labor Confederation and found guilty by a stacked vote. Within four months, 22 of the 28 anti-Communist leaders had been removed and before the end of 1960, David Salvador, the CTC head, was in a prison dungeon. So labor fell to the Communists.

At the same time in typical Communist fashion, Castro had unleashed a full scale attack on the Cuban free press. To control the people, he knew that it was imperative to control the press. Significantly, on the day Castro came to power, January 1, 1959, the Communist newspaper, HOY, appeared for the first time since 1953. HOY and REVOLUCION became the leaders of the Communist press and led the attack on the independent newspapers. Castro struck at their two vital arteries: news and advertising. Only Communist reporters were permitted to attend meetings and cover governmental departments, which were daily issuing the rules and regulations that vitally affected the lives of the people, who thus were forced to read the Communist press. Circulation was strangled by wrecking and burning the trucks which delivered the newspapers.

Revenue was shut off by threatening private advertisers, and all government advertising was reserved seely for the favored papers. As with the labor leaders, slander campaigns were conducted against the publishers, editors and their staffs. Their movements and houses were placed under surveillance. Planned niots were staged at newspaper offices. Finally, those papers that still struggled feebly were taken aver by force. The printers' union took over AVANCE and armed militiamen and Communist employees reized PRENSA LIBRE. The free press, was dead by the end of 1960.

By May of 1961, Castro had Radio Havana, the most powerful station in Latin America, in operation to propagandize the Cubans and the citizens of Central and South America. Television had succumbed to his multi-hour harangues.

The Communist attack on education and school children was pure evil. Student councils were established to teach "correct" Communist attitudes. Children through teenagers were organized by the Communist Party into youth groups that provided the activity and excitement of military drills, songs and parades, while their minds were fed with lectures and movies idealizing Communism and instilling hate for the United States and the Free World.

Any American who listened to Radio Havana will not forget the sound of children's feet -marching in a rally at the Plaza Civica, or the sound of childish voices screaming, "Cuba, si! Yankees, no!," followed by their idolatrous chant of, "Fidel! Fidel! Fidel!," for the man who was wrecking their country and their lives. These were the children who were corrupted into spying and reporting on their friends, their teachers and their families, and the teenagers who were taught promiscuity and immorality in the training camps during "The Year of Education" in 1961, when youthful pregnancies, abortions and venereal disease rose throughout the island.

By the end of the year Cuba's educational system had been captured by the Communists and with it the minds of thousands of children who – unless there is a change – will view the world the rest of their lives through red-rimmed Communist eyes.

The Wackenhut Corporation is a national investigative and security organization with operations extending from Puerto Rico, throughout the United States, to Hawaii. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees as an educational service. For additional copies, contact:

M. A. Jones to DeLoach Memo RE: "THE GRAPEVINE"

PAGE 20: Three former SACs are pictured as having attended a	
Long Island Chapter meeting. They are:	b b
PAGE 24: of Dallas, Texas, Special Agent and supervisor for the FBI from 1941 to 1952, was of the Consumer Credit Insurance Association at its annual convention held in Chicago.	B
PAGE 25: Photograph of John T. Lynch and an announcement that the John T. Lynch Company, national professional investigative firm with principal offices in Detroit and Chicago, announces the establishment of a Los Angeles office at 612 South Flower Street.	
1 11 Old 20.	ь6 b7
PAGE 38: A \$1 million contract has been awarded to the Wackenhut Corporation, national investigative and security organization of Coral Gables, Florida, to provide security and fire protection for the National Aeronautics and Space Administration at the Merritt Island Launch Area, Cape Kennedy, Florida. Society member George R. Wackenhut is president of the security firm.	
BACK COVER PAGE: Photograph and data concerning member of the Birmingham Chapter of the Society, who has moved to Pittsburgh to take up new duties as U. S. Steel.	b ⁽
RECOMMENDATION: For information only	

October 16, 1964

ALL INFORMATION OF HEA

REC 45 62 117333

Mr. George R. Wackenhut President The Wackenhut Corporation 3280 Ponce de Leon Boulevard Coral Gables, Florida

Dear Mr. Wackenhut:

Mr. Hoover received your letter of October 9th and asked me to thank you for your expression of support of this Bureau. In connection with these matters, enclosed area copies of articles by Jerry O'Leary and John Chamberlain

which it is hoped will be of interest.

MAILED 8 OCT 1 J 1964 COMM-FBI

Sincerely yours.

Helen W. Gandy Secretary

Enclosures (2) (See Next Page)

1 - Miami - Enclosure

NOTE: All offices were instructed by SAC Letter 62-24 (B) dated 4-24-62 to refrain from any contact with this organization and to extend absolutely no cooperation. By Mr. Jones to Mr. DeLoach memorandum of 4-16-62 it was recommended and approved that all former FBI employees currently known to be associated with the Wackenhut Corporation be removed from Bureau mailing list. Wackenhut was a Special Agent from 2-12-51 till he voluntarily

(Note Continued on Next Page) DTP: cll (4)

Casner -Callahan Conrad -Evans Gale Rosen

Belmont. Mohr.

Del.oach

George R. Wackenhut

resigned 5-21-54. Although his services were satisfactory, information has been reported to the Bureau by our Miami Office indicating that Wackenhut and his wife are allegedly responsible for immoral conduct, each reportedly having had affairs. Files reflect Wackenhut has continually attempted to obtain favors, information and the services of our Miami Office but without success.

Enclosures (2)
Jerry O'Leary's Column, The Evening Star, 10-2-64
John Chamberlain's Column, The Washington Post, 10-2-64

Services for management and the professions EXECUTIVE OFFICES 3280 PONCE DE LEON BOULEVARD CORAL GABLES, FLORIDA HIGHLAND 5-14 October 9, 1964 Mr. Tolson Mr. Belmont Mr. Mohr Mr. De Mr. Casper Mr. Callahan Mr. Conrad Mr. J. Edgar Hoover Mr. Evans Director Mr. Gale Mr. Rose Federal Bureau of Investigation Mr. Sulli 9th and Pennsylvania Avenue Mr. Tave Washington, D. C. Mr. Trotter Tele. Room. Miss Holmes_ Dear Mr. Hoover: Miss Gandy After reading the Warren Report concerning the Oswald case, I wanted to advise you that I feel that it completely misses the point when it by "hindsight" says that the FBI failed to fulfill its reponsibilities in the field of preventive intelligence. It would seem to me that the Commission was straining to make this point because the impracticality of what they seem to have in mind in dissemination of subversive type information to other governmental agencies should be evident to anyone who gives the matter any thought. I am certain that the Leftists will try to use statements which could be considered critical of the FBI, to your detriment and to the detriment of the reputation of the Bureau, in spite of the fact that in the past they have been extremely critical of dissemination of subversive type information by the Bureau I want to assure you that myself and all of the former Special Agents of the Bureau in this company will take every opportunity to set straight persons who may suffer from a misconception based on the Warren Report, although I am certain that the American people will not be duped and that they will continue to recognize the magnificent work done by you. Very truly yours XEROX GRW:hpn

*	
Routing Stip FD-4 (Rev. 10-13-58)	Date7/10/63
To	
X Director	FILE #
Att. Crime Records	
SAC	Title
ASAC	THE WACKENHUT CORPORATION
Supv	IIIS WAOMBINIOT COMPONING
Agent	
SE	
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Clerk	
	ACTION DESIRED
	Prepare tickler Recharge serials Return assignment card Return file Return serials Search and return See me Send Serials
in this in view of	ay personally be interested the personalities involved.
See reverse side	SAC WESLEY G. GRAPP 2 10 1335 Office Miami

62-107 335 -53

100 XI

Mr. George R. Wackenhut, President The Wackenhut Corporation 3280 Ponce De Leon Boulevard Coral Gables, Florida

'ALL INFORMATION CONTAINED HEREIN IS ITIGIASSIFIED OTHESTIES

Dear Mr. Wackenhut:

Your letter of November 27th was received during Mr. Hoover's absence from the city; however, you may be sure it will be brought to his attention upon his return.

I know he would want me to thank you for your support.

> MAILED 6 DEC 3 - 1964 COMM-FBI

Sincerely yours,

Helen W. Gandy Secretary

CJJ: jea (5)

NOTE: All offices have been instructed to refrain from any contact with this organization. Wackenhut entered on duty 2-12-51 and resigned 5-21-54. Since then information has been reported indicating that he and his wfie have each been having affairs with others.

Tolson Belmont. Mohr -DeLoach. Casper -Callahan Conrad -Evans -Gale. Sullivan Tavel. Trotter Tele. Room Holmes .

MAIL ROOM

TELETYPE UNIT



9

THEOWACKENHUT CORPORATION

Services for management and the professions

EXECUTIVE OFFICES

3280 PONCE DE LEON BOULEVARD

CORAL GABLES, FLORIDA

HIGHLAND 5-1481

November 27, 1964

4 PM

11-1

Mr. J. Edgar Hoover
Director
Federal Bureau of Investigation
Ninth & Pennsylvania
Washington, D. C.

Dear Mr. Hoover:

I thought I should advise you that on November 25 last I was invited by Hendrick Burns a commentator on radio station WMBM in Miami, to take part in a panel discussion over that station on Sunday, November 28. The panel is to discuss your remarks on Martin Luther King. I advised that due to a previous commitment I must decline his invitation. He did not mention other persons who would appear on the program.

I am advised that Station WMBM is a negro-oriented station. Hendrick Burns is a former newspaperman who has worked in recent years for the Miami Herald, the Miami News and the Baltimore Sun. He has been conducting his "Open Mike" programs for some time for Station WMBM and is known as a "liberal" commentator. While I would like nothing better than to support your remarks regarding Martin Luther King, since I am in complete agreement with them, I felt that due to the above information this program would likely be slanted and I might thereby do a disservice to you and the Bureau by my appearance on this program.

I most certainly, however, will take advantage of every opportunity to register my complete agreement with your remarks. I am happy that you as a great American have taken steps to set this matter straight, and I feel you have the overwhelming support of the majority of the American people.

Sincerely yours

MGT-30

REC- 39

George R. Wackenhut

President

Lirated (HWG)

BEC 39

TO HEL SO 1964

DEC 7

INRECORDED COPY FILED IN YS

Memorandum

TO

Mr. DeLoach

DATE: 12-10-64

FROM

D. C. Morrell pur

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

EXCUPE VINEELE SHOWN

OTHERWISE

SUBJECT:

GEORGE R. WACKENHUT

PRESIDENT

THE WACKENHUT CORPORATION

CORAL GABLES, FLORIDA

Captioned individual, a former Special Agent, wrote on 12-5-64 to Mr. Hoover and expressed resentment about the unfair attacks being made against Mr. Hoover and the FBI and enclosed copies of his letters to notable people throughout the country alerting the recipient to the absolute necessity for the safety of this country in retaining Mr. Hoover as Director. Also enclosed was a copy of a memorandum prepared for the employees of his Corporation which preiterated his strong support based upon his personal experience and the experiences of other former Agents in this Corporation. Wackenhut said he intended to express similar views to be the President, Congressmen and Senators.

THE WACKENHUT CORPORATION - BACKGROUND

All offices were instructed by SAC Letter 62-24 (B) dated 4-24-62 to refrain from any contact with this organization and to extend absolutely no cooperation. By Mr. Jones to Mr. DeLoach memorandum of 4-16-62 it was recommended and approved that all former FBI employees currently known to be associated with the Wackenhut Corporation be removed from Bureau mailing list. Wackenhut was a Special Agent from 2-12-51 till he voluntarily resigned 5-21-54. Although his services were satisfactory, information had been reported to the Bureau by our Miami Office indicating that Wackenhut and his wife are allegedly responsible for immoral conduct, each reportedly having had affairs. Files reflect Wackenhut had attempted to obtain favors, information and the services of our Miami Office but without success.

Since that time, Wackenhut and other former Agents in his Corporation have repeatedly come to the Bureau's defense when attacks have been made such as Cook's book, Jack Levine and more recently the Warren Commission report. In-absence replies were directed to Wackenhut. Former Inspector Victor P.

Enclosure sent 12-10-64

1 - Mr. De Loach - Enclosure

DEC 18 1964/0Y

(CONTINUED - OVER)

DEC 14 1964

Belmont Mohr DeLoach

Casper Callahan Contad . Evans Gale

Rosen Sullivan Tavel. Trotter Tele. Room

Holmes Gandy

Morrell to DeLoach Memo Re: GEORGE R. WACKENHUT

Keay (EOD 6-25-34, retired 8-31-56) was removed from the Special Correspondents' List on 3-14-62 because of his association with The Wackenhut Corporation and was replaced on the list on 11-7-62 per memorandum.

OBSERVATIONS:

Wackenhut is displaying considerable amount of respect and support of the Director and the FBI and his proposal to distribute his views to the individuals he mentioned is indeed encouraging. While it may not be to the Bureau's best interest to place him on the Special Correspondents' List, perhaps the SAC at Miami could furnish current observations as to our relations with Wackenhut and his Corporation.

RECOMMENDATIONS:

(1) That the attached letter over the Director's signature be directed to Wackenhut.

(2) That instructions be sent out in the copy to the Miami Office for the SAC to re-evaluate the situation concerning The Wackenhut Corporation and to submit his comments and recommendations as to our relations with this group.

A WAN W

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6 (Rev. 12-13-56)		
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	FBI	Mr. Cagro
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TO:	DIRECTOR, FBI (62-107335)	
FROM:	SAC, MIAMI (66-2466) (C)	11.11
RE:		STREET NAMED
	PRESIDENT THE WACKENHUT CORPORATION	rynyd o ca
	3280 PONCE DE LEON BOULEVARD	5.85801
	CORAL GABLES, FLORIDA	
	RESEARCH (CORRESPONDENCE AND TOURS)	
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known to	ReBulet to captioned subject, dated 12/10/64 cions to SAC, Miami. The following is a list of former FBI agents be employed by the Wackenhut Corporation: GEORGE R. WACKENHUT, President; JOHN F. AMMARELL, JR., Vice-President; VICTOR T. KEAY, Assistant to the President; ARTHUR POTTER, in Charge of Investigations; CYRUS W. THOMPSON, in Charge of Training and ROBERT F. KELLEY, Assistant Manager, Miami Of CHARLES V. POWELL, part-time Investigator; Boston Office; Philadelphia Office; ROBERT F. HOPLER, District Manager, San Juan,	now Inspect: ffice;
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JAN 14 1965 Special Agent in Charge

FBI Date: Transmit the following in ____ (Type in plain text or code) (Priority or Method of Mailing) b6 MM 66-2466 b7C As far as is known, former Bureau employees are still employed and by the Wackenhut Corporation. It is believed that WACKENHUT and other former Special Agents working for him in the Miami area have the greatest admiration and respect for the Director and for the Bureau. While this office has had no contact with the Wackenhut Corporation since March of 1962, it is believed that the files of that corporation would be available to the Miami Office at any time such was desired. It is felt that the letter written by WACKENHUT to the Director on 12/5/64 exemplifies the attitude of WACKENHUT and his personnel. In view of this, it is believed that relations with this corporation should be restored. - 2 -

Approved: _____ Sen
Special Agent in Charge

ent ______M Per _____

EX-100;

December 10, 1964

Mr. George R. Wackenhut President The Wackenhut Corporation 3280 Ponce de Leon Boulevard Coral Gables. Florida

ALT, INFCRUATION CONTAINED

A SMO

Dear Mr. Wackenhut:

I received your letter of December 5th enclosing a copy of your communication to Captain Rickenbacker and a copy of your memorandum to your employees, and I want to take this opportunity to thank you for your support and generous remarks concerning my administration of the FBI. It is hoped our future endeavors will continue to merit such approbation.

It is indeed thoughtful of you to bring your views to the attention of the President and other notable leaders, and you may be assured my associates join me in conveying our appreciation for this action.

MAILED 6 DEC 1 0 1964 COMM-FBI I - Miami - Enclosures (3)

Sincerely yours.

L Edgar Hoove

Attention SAC: You should make in evaluation of the current attitude and disposition of Wackenhut and his employees who were formerly associated with the FBI and submit the results, along

with your recommendations, as to our future relations with Wackenhut and his Corporation. Add Research (Correspondence and Tours) to title.

1 - Mr. De Loach 11 | 2 32 11 20 NOTE: See Morrell to De Loach Memo of 12-10-64 captioned "George R. Wackenhut, President, The Wackenhut Corporation, Coral Gables, Florida" DTP:pem.

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Tolson Belmont Mohr -DeLoach

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MAICHOOM TELETYPE UNIT

Services for management and the projections ans

Sulliva EXECUTIVE OFFICE 3280 PONCE DE LEON B CORAL GABLES, F Tele. Room Miss Holmes

Mr. Callahan Mr. Conrad.

Miss Gandy.

1964

December 5, 1964

Mr. J. Edgar Hoover Director Federal Bureau of Investigation Ninth and Pennsylvania Avenue Washington, D. C.

Dear Mr. Hoover:

I feel very strongly that the recent attacks on the work of the Bureau are not only unfounded but are most unfair. The reports regarding your possible replacement as the Director of the FBI are very disquieting, even though I am certain that the remarkable record of your accomplishments will insure that you will be continued in your present post. I feel impelled, however, to take any action possible that might help to answer the critics of the Bureau and to continue your wise leadership of the Bureau and its activities.

I thought you might be interested to know that I have expressed my feelings in a memorandum to the 4,000 employees of The Wackenhut Corporation, a copy of which is attached. I have also written to each of the members of the Board of Directors and to a number of my associates and friends along the lines of the copy of a letter directed to Captain Eddie Rickenbacker, which is also attached for your information.

Needless to say, I am directing letters immediately to the White House and to each of the Florida Senators and Congressmen expressing similar views.

Sincerely yours,

President

GRW: jav **Enclosures**



Services for management and the professions

EXECUTIVE OFFICES

3280 PONCE DE LEON BOULEVARD

CORAL GABLES, FLORIDA

HIGHLAND 5-1481

December 4, 1964

Captain Edward V. Rickenbacker Suite 2355, 45 Rockefeller Plaza New York, New York 10020

Dear Captain Eddie:

I know that you share the concern of the vast majority of your fellow Americans over the recent reports that the President is considering removing J. Edgar Hoover as Director of the Federal Bureau of Investigation in spite of his splendid record of accomplishment.

I can assure you from my own personal experience, which is confirmed by other former agents on our staff who have served the Bureau for many years, that the attacks on the Bureau and the Director are wholly without merit and, in fact, in many instances are malicious. I believe that the record of the Bureau and the Director speaks for itself. I am fearful that any change in the policies of the Bureau or the loss of its present Director can only bring about a situation that could adversely affect the security of the nation, both internally and externally.

Because I feel so strongly about this matter, I have directed a memorandum to our 4,000 employees outlining the situation and pointing out that if they feel as I do, they may wish to express their feelings in letters to the President, as well as to their Congressmen and Senators. You may want to join us in a similar action in this expression of support of the Bureau and Mr. J. Edgar Hoover.

I am sure that such an expression of your views would carry great weight in this matter. You may wish to send Mr. Hoover a copy of the letters you decide to write.

Sincerely yours,

George R. Wackenhut

President

Also Sent to the Following Directors:

Mr. James M. Darbaker

President Copperweld Steel Company Pittsburgh, Pennsylvania

69-10

1 SOTH

Mr. Ralph E. Davis

Maj. Gen. Joseph V. Dillon USAF (Ret.)

Maj. Gen. Kenneth P. McNaughton USAF (Ret.)

Mr. Will M. Preston

Mr. Raymond A. Quadt

Mr. Stanley J. Tracy

Mr. Loyd Wright

Director, Western Region
General Plant Protection Company
A Division of The Wackenhut Corporation
Los Angeles, California

Consultant
Dillon and Dillon
Attorneys at Law
Washington, D. C.

Senior Vice President
Fairchild Space and Defense Systems
A Division of Fairchild Camera and
Instrument Corporation
Washington, D. C.

Attorney at Law Miami, Florida

Chairman of the Board Loud Co. Subsidiary of National Distillers and Chemical Corporation Pomona, California

Director of Alumni Relations
The George Washington University
Washington, D. C.

Attorney at Law Los Angeles, California TO: ALL EMPLOYEES

December 4, 1964

FROM: George R. Wackenhut

I am certain that all of you are aware of the recent criticisms being made of the work of the FBI and of the reports that Mr. J. Edgar Hoover may be removed as its Director. From my own personal knowledge and experience, as well as that of the former FBI Agents now connected with our corporation who had many more years in the Bureau than I, the criticisms of the Bureau and the Director are wholly without merit and they are impeding the continuation of the great work of the FBI for our protection. Certainly, based solely on the record, the accomplishments of the FBI and its Director make an overwhelming case in favor of retention of Mr. Hoover as long as he wishes to remain in his present position. Certainly the welfare of our country will best be served by having him continue to direct the activities which are a material factor in the preservation of our liberties and the protection of our lives and property.

The current attacks on Mr. Hoover require immediate action by those who support him and the things for which he stands. If you feel as I do in this matter, I am sure you will want to immediately write a letter to the President, as well as to your Congressmen and Senator. I am attaching one of the letters which I have written, but, of course, it is not meant to be used as a model since you will want to vigorously express your own ideas in this matter in supporting the retention of Mr. Hoover as being in the best interest of our great country.

Naturally, the decision to write is yours, but you would be doing your country and yourself a favor if you would do so.

62-107335-56

ENCLOSURA

al MAY 196	2 EDITION	i010–106		
V	TED STATES GERNM	MENT		Tolson Belmont Mohr
M	<i>lemorandun</i>	n		DeLoach Casper Callahan Conrad
TO :	Mr. DeLoach	DATE:	1-4-65	Felt Gale Rosen Sullivan
	M. A. Joses			Tavel Trotter
FROM :				Tele. Room Holmes Gandy
SUBJECT:	THE WACKENHUT		"ALL INFORMATION CONTAIL HEREIN IS UNCLASSIFIED	VERNER
r Ast	CORAL GABLES, SPECIAL CORRES		EXCEPT WITTE SHOWN	a or
			OTHERWISE	
Wackenhut Co			and support made by T eau with regard to cri	
against the Di	rector, it was recor	nmended and approved	d that our relationship	with The
	-		n again, it being noted ontact with this organiz	
should also be	noted that several o	of the former Agents,	many of whom were fo	ormer
			rrespondents' List (SC	•
			e Wackenhut Corporat l K. McKee, member	
of Directors;	Cyrus W. Thompson	n, in C <u>harge of Traini</u>	ng and Inspection; Artl	nur T.
Potter, in Cha	arge of Investigation	s; and	Philade	elphia office.
INFORMATIO	N IN BUFILES:			b6 b7C
and his service	John F. Ammarell, te record with the F	· -	Agent from 2-1-43, to	12-31-54,
	Samuel K. McKee	entered on duty 3-31-3	30, retired 2-28-53, a	t which time
	•		een removed from the	•
			Wackenhut, has been a everal charges against	
now SAC at Lo	os Angeles, when Gr	capp was in Charge of	the Miami Office in Fe	ebruary,
	- -		rdose of public relation respection Staff while in	
			eral occasions to get in	
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JAN 22 1965			0-51, and resigned 9-4	
from the mail	ing list in March 19	962 hecause of his as	ne time when he was ressociation with The Wa	ckenhut 💟
Corporation,	as mentioned above.	However, since that	time we have receive	d information /
from Miami i			<u>hat Thompson, an emp</u>	

1 - Mr. DeLoach

the Dade County Sheriff's Office, was

1 - Mr. Morrell

REC 20 62 10133

Continued next page

We have received

M. A. Jones to DeLoach

re: THE WACKENHUT CORPORATION

no other information to substantiate this from other sources concerning Thompson. Of possible significance, however, is information in Bufiles to the effect that when Kelly first ran for Sheriff of Dade County in 1952, he was accused of
Arthur T. Potter entered on duty 12-16-40, retired 2-23-61. Bufiles are favorable concerning this individual who wrote President Johnson on 12-10-64, regarding the then current criticism of the Director. He had been removed from the SCL on 9-18-62, when we learned he was then with The Wackenhut Corporation.
entered on duty
had been on the SCL until we learned he was with The Wackenhut Corporation.
(1) That because of derogatory information in Bufiles concerning the following individuals, they not be restored to the SCL: Samuel K. McKee and Cyrus W. Thompson.
(2) That the following former Special Agents be restored to the SCL who have formerly been so carried but were deleted because of their association with The Wackenhut Corporation: John F. Ammarell, Jr., Arthur T. Potter and b6 b70
Mailing List O.A



PERSONAL ATTENTION SAC LETTER NO. 65-1

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to

January 5, 1965

WASHINGTON, D.C. 20535

(A) THE WACKENHUT CORPORATION -- Your attention is directed to SAC Letter No. 62-24 (B) which instructed all offices to refrain from any contact with this organization and to extend absolutely no cooperation to it. Further, its employees were not to participate in Bureau office functions. Effective immediately, these instructions are rescinded and all offices may resume normal relations with this organization. However, you should be alert to any instances indicating there is a repetition of those activities and tactics which caused the issuance of the original

"no contact policy," and advise the Bureau immediately.

Very truly yours,

John Edgar Hoover

ALL INTERNATION CONTAINED RECORD TO UNCLASSIFIED EXCUTE WILL SLOWN

Director

'not recorded 47 Jan 13 1965

148 56JAN 1419**6**5 UNITED STATES GOTTRNMENT

Memorandum

TO WA

pirector, fbi

DATE: 1/8/65

FROM

SAC, LAS VEGAS (62-New)

SUBJECT:

THE WACKENHUT CORPORATION INFORMATION CONCERNING

"ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT VIVETE SHOWN OTHERWISE

Re SAC Letter No. 65-1 dated 1/5/65.

For the information of the Bureau public sources of information in the Las Vegas area have advised that commencing February 1, 1965, captioned corporation will be in charge of security at the Nevada Test Site. Further information was received this corporation will have 250 employees on its payroll.

18

2- Bureau 1 - Las Vegas

JTR: jmc (3)

REC-1 762-107335-58

REI JAN 12 1965/

W-1:00

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Memorandum

то	L.	;
	A. C.	

Mr. DeLoack

DATE: 12/28/64

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FROM

D. C. Morrell pan / govern

ALL INFORMATION CONTAINED Gandy Gandy

EXCEPT VIERE SHOWN

OTHERWISE

SUBJECT:

GEORGE R. WACKENHUT

PRESIDENT

THE WACKENHUT CORPORATION

CORAL GABLES, FLORIDA

You will recall Morrell to DeLoach Memo dated 12/10/64 describing the strong support set forth by captioned individual and other former employees of the FBI who are currently associated with his organization. A review of our relations with Wackenhut determined that SAC letter 62-24 (B) dated 4/24/62 instructed all offices to refrain from any contact with this organization and in connection with this situation, former Bureau employees known to be associated with this group were removed from the Bureau mailing list. Wackenhut was a Special Agent from 2/12/51 until he voluntarily resigned 5/21/54. Although his services were satisfactory, files reflected Wackenhut had attempted to obtain favors, information and the services of our Miami Office but without success subsequent to his Bureau employment. In the past few years, wackenhut and other former Agents connected with him have written many letters of support to the FBI and the Director, many of which were acknowledged by in-absence replies due to our relations with them.

Wackenhut's recent letters were so commendatory and favorable to the FBI, it was recommended and approved that he be thanked in a communication over the Director's signature (12/10/64) and that the SAC at Miami be requested to re-evaluate the relations with this group and submit his recommendations as to our future relations.

By airtel 12/21/64 the former Agents listed with this corporation were set out and many of them were readily recognized as having been on the Special Correspondents' List prior to the rupture in relations with this group. The SAC noted that Wackenhut and other former SAs with this company in the Miami area have the greatest admiration and respect for the Director and the Bureau. In view of the recent letter sent to Mr. Hoover by Wackenhut, the SAC noted this exemplified the attitude of Wackenhut and his employees. As a result, the SAC recommended that relations with this group should be restored.

R	E	CO	MN	Æ	ND	AT	'IO	N:

XEROX

That the attached letter to all SACs be approved and sent.

Callebra 1-6-680 JAN

nclosure POR APPROVAL Mr. DeLoach Mr. Jone Correspondence

OPTIONAL FORM NO. 10 GSA GEN. REG. NO. 27 Tolson Belmont UNITED STATES GO Mohr Del.oach lemorandumCasper. Callahan Felt Mr. Callahan Rosen Sullivan Tavel. Trotter Tele, Room C. R. Davidson Holmes

SUBJECT: THE WACKENHUT CORPORATION

TO

FROM

Service Record Inquiry Matters

Purpose of this memorandum is to recommend changes in policy with respect to handling certain matters pertaining to former Bureau employees who have affiliated with captioned organization.

SAC Letter 65-1 dated 1-5-65 made reference to previous instructions to all offices to refrain from contact with captioned organization, to extend no cooperation to it and that employees of that organization are not to participate in Bureau office functions. The SAC Letter advised that these instructions are rescinded and that all offices may resume normal relations with captioned organization. Offices are to be alert to any instances indicating a repetition of those activities and tactics which caused the issuance of the original "no contact policy."

Resulting from the "no contact policy" in effect prior to SAC Letter 65-1, we have been following the practice of omitting a statement regarding character and services in responding to requests for service records of former employees who later affiliated with the Wackenhut Corporation. Likewise, in considering former Bureau officials and supervisors for inclusion among those to be extended invitations to office functions, we have recommended against favorable consideration when it was known such former employees had affiliated with the Wackenhut Corporation. In this regard, the Director had instructed in April, 1962, that we were to make certain that all ex-employees who were associated with Wackenhut Corporation are removed from all Bureau mailing lists and that such are not invited to any Bureau functions.

RECOMMENDATIONS:

1. That in response to requests for service records of former employees affiliated with Wackenhut Corporation, we include a statement regarding character and services if heretofore affiliation with that organization was the sole reason for omitting such statements and where there is no indication that during such affiliation or otherwise they have manifested unfriendliness toward the Bureau.

LDH:skd (4)

1 - [
1 - Mr. M. A. Jones

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(OVER....)

Memo Davidson to Callahan Re: The Wackenhut Corporation

2. That in the future, affiliation with Wackenhut Coporation in itself not be considered a bar when considering former Bureau employees for invitations to office functions.

3. That affiliation with Wackenhut Corporation by former employees in itself not be considered grounds for removal from the Special Correspondents' List in the future.

plant of the

Vol. 5, No. 6

MY. Sullivan Mr. Tavel

Mr. Belmont Mr. Mohr.

Mr. Casper... Mr. Callahan. Mr. Conrad. Mr. Felt. Mr. Gale.

Tele. Room... Miss Holmes. Miss Gandy.

COMMUNISM and YOU!

"To work among youth is to work for the future."

- Communist Party, USA

MUNIST ATTACK ON YOUTH - III

With the successful growth of the Communist-controlled World Youth Festivals abroad, the Communist Party in the United States again turned its attention to its attack on the nation's youth.

From a high point in the thirties when the rolls of the Young Communist League had grown to more than 20,000 members, the Communist Party in the United States had declined in the fifties as a result of government loyalty programs, internal security legislation, the bloody Soviet attack on Hungary and the extstyle /sudden attack on Stalin by Nikita Khrushchev. The comrades' revered leader was revealed as a liar, thief and murderer - not by the "imperialists" - but by the head of their own Communist Party.

The American Communist youth movement was so badly shaken by these events and suffered such heavy losses that the Labor Youth League (the name of the nationwide youth movement at that time)was dissolved in 1957. It did not take long, however, for Communist youths and the Communist Party (USA), to reorganize their youth drives. In April 1958 "A Call to Youth" appeared in the Communist Party magazine, Political Affairs. Within twelve months another article in the magazine reported that Marxist youth groups had sprung up on college campuses and elsewhere.

The start of a major campaign to attract American youth was launched in the spring of 1959 when young Communists from major cities across the nation met with Party leaders in New York City. As an outgrowth of these meetings, the nation would soon see stepped-up plans for speaking engagements, infiltration and recruitment by Communists on college campuses across the country.

At the National Convention held in New York City in December 1959, the CPUSA passed a resolution pointing out that "To work among youth is to work for the future. The present generation of youth ...is...the base of the party of the future." The resolution gave priority to the infiltration of existing youth organizations. It happily proclaimed that "The youth membership of our farty is growing faster than that of any other section."

Shortly afterward a new Marxist youth organization named Advance was started in New York to organize the city's youth, and similar organizations under other names were established in various parts of the country, according to J. Edgar Hoover, director of the FBI. Hoover said that Daniel Rubin was appointed National Youth Director of the Party and became the first editor of a new Marxist youth "New Horizons," which was carefully designed to avoid close identification with the Communist

TY REVIEW AWARDS: GEORGE WASHINGTON HONOR MEDAL, FREEDOMS FOUNDATION AT VALLEY 1962 VIGILANT PATRIOT AWARD, ALL AMERICAN CONFERENCE TO COMBAT COMMUNISM, 1963.

As the sit-in demonstrations developed in the South, Daniel Rubin visited college campuses in Richmond in March 1960 to secretary statements from the students and under their participation, while Party members stayed hidden in the background. At the same time the Party was told by its national secretary, Benjamin Davis, that the demonstrations were the next best thing to "proletarian revolution."

These Communist activities were little known or quickly forgotten by the general public which was unaccustomed to student demonstrations and riots at home. They were more conscious of the student riots abroad because of their national and international impact and the death and destruction caused by the Communist-led mobs.

Just seven months ago in November 1964, for example, the Associated Press reported that Burma universities had finally re-opened after being closed for a year as a result of student riots directed by Communists. "The disorders," the Associated Press reported, "generally were regarded as part of a Communist attempt to discredit the regime of General Ne Win after he broke off peace talks with Communist rebels." The story added that Western textbooks have now been discarded and replaced with books by Marx, Engels and Lenin.

In Moscow on November 27, 1964, students defaced and smashed the windows of the United States Embassy in retaliation for U.S. aid in the rescue of white hostages who were being attacked in the Congo. On the same day in Cairo students attacked the United States Embassy, burned down the John F. Kennedy Memorial Library and wrecked American automobiles.

The rioting and demonstration techniques were the same ones which had been developed and used so successfully by the Communists in both Eastern and Western countries. In Japan they had been going on and attracting increasing numbers of students for ten years from 1950 to 1960.

One of the most outrageous demonstrations was the savage attack on Vice President and Mrs. Richard M. Nixon in 1958 in Caracas, Venezuela, when Communist-directed students brought his automobile to a standstill, damaged windows and threw garbage at the car. For awhile the Vice President and his wife were in actual physical danger.

In February and March 1960 President Dwight D. Eisenhower made a two-week tour of Latin America. On March 2 in Montevideo, Uruguay, the President's otherwise enthusiastic welcome was marred when he sufficient eye irritation from tear gas used to break up an anti-United States demonstration staged by Communication students.

In Japan, Communist agitators again were able to humiliate the United States. When President Eisenhower announced his plans to visit Japan in June 1960, five weeks of violent anti-American demonstrations by students and others broke out. In the Tokyo riot 600 policemen were injured and one person was killed. The President of the United States was forced to cancel his visit.

These were some of the Communist-led student riots abroad. They could never tuppen here until one did in May 1960 when "Operation Abolition" demonstrations completely disrupted to official meeting of a U.S. Congressional committee in San Francisco.

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operations extending from Puerto Rico, throughout the United States, to Hawaii. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees as an educational service For additional copies, contact: 2/61 0 2 NVP TOTAL

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UNITED STATES GOVERNMENT

Memorandum

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The Director

DATE

9/23/65

FROM

N. P. Callahan

SUBJECT:

The Congressional Record

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THE WACKENHUT SECURITY REVIEW

Vol. 5, No. 10

October 1965

COMMUNISM and YOU!

"The Marxist-dominated Free Speech Movement which has kept the University of California campus at Berkeley in a tumoil for weeks is destined to spread."

- The San Francisco Examiner

COMMUNIST ATTACK ON YOUTH - VII

The wild winds of anarchy blew across the United States in the long, hot summer of 1964. Vicious rioting broke out in seven cities and at two seaside resorts. The riots brought violent attacks on both civilians and police, and the destruction and looting of property.

The riots themselves were not planned but, in most cases, were an outgrowth of a routine police arrest, which was then used as an excuse for mob action. Subversive groups, such as the Communist Party, USA, and the Progressive Labor Movement, while not responsible for initiating the riots, were quick to fan and exploit them.

What the riots did dismayingly reveal was a waiting mob spirit of readiness, and even eagerness, to challenge and defy all authority.

The infection of lawlessness spread to the University of California at Berkeley in the fall, and suddenly student political demonstrations, of a type previously seen only in Latin America and Europe, had arrived in the United States and had captured the campus of a major American university. A thorough investigation by the California Senate Factfinding Subcommittee on Un-American Activities and a searching report by the Police Chief Magazine disclosed the following events.

As the 1964 fall semester opened, a large group of students and the administration met in a head-on collision over a University regulation prohibiting political activity on the campus. The students demanded complete freedom to collect money, present speakers, distribute literature and advocate any social or political action they desired, regardless of whether it was lawful or unlawful. They were urged on to open rebellion by the "Slate Supplemental Report" published by an off-campus liberal group, which advised: "ORGANIZE AND SPLIT THIS CAMPUS WIDE OPEN!" and suggested civil disobedience as a final resort.

A carefully planned assault on the administration began September 21 with sit-ins and mass protest meetings on the campus. On September 30, the Campus Congress of Racial Equality (CORE) and the University friends of the Student Non-Violent Coordinating Committee (SNCC) provocatively challenged university regulations by setting up tables to collect money. When advised that the University would take disciplinary action, some 500 students led by Mario Savio marched into the Sproul Hall administration building and, after arguing fruitlessly with University officials, began a sit-in. Savio and seven other students were indefinitely suspended by the University that night.

Now came the professional touch and the manufactured incides. The next day non-student Jack Weinberg deliberately set up a ble on the steps of Sproul Hall to collect funds for CORE. Campus police advised him he was trespassing and asked him to leave. When he refused he was placed under arrest. Weinberg instantly went limp in the classic fashion and screamed for help from the crowd of 2,000 students. The crowd closed in and the police had to force their way through to place Weinberg in a nearby police car which was immediately surrounded by jeering, chanting students who stood, sat and lay in its path to keep it from moving.

For the next 32 hours the students were in complete control of the situation, keeping two policemen and Weinberg in the immobilized car. They sat on the hood, the trunk and the fenders. They stood on the car top and made speeches over a thoughtfully provided public address system. Mario Savio demanded Weinberg's release and threatened to bring the University operations to a halt with a Sproul Hall sit—in that would occupy "every square inch of desk and chair space in the building." He shouted at the crowd: "Let's stay right here and embarrass the University. We're embarrassing them and that's where it hurts," the San Francisco News Call Bulletin reported.

As the day ended, the police and University officials were concerned over something much more serious than embarrassment. The milling crowd of tense students represented a time bomb that could explode and set off a full scale riot. "It's the largest demonstration Live seen," Captain William Beall of the Berkeley Police said. "This could erupt at any time creating chaos, damaging property and hurting people."

Angry students charged and jammed the doors of Sproul Hall when police attempted to close them for the night. "Two police officers were pulled to the floor; one lost his hat and shoes (which were returned when he escaped into the building) and was bitten on the leg," the California Monthly reported. Later Mario Savio said primly, "Biting the policeman on the leg was the only time I wasn't non-violent."

During the night, organized runners brought sandwiches and drinks to Weinberg and the students who were immobilizing the police car. Money collectors roamed the crowd for donations. Leaders issued a propaganda barrage and telephoned other college campuses seeking support for "freedom of speech."

A worried Dean of Students Katherine Towle said of the student revolt, "Some of it has seemed awfully well planned. I find it disturbing that there is a large non-student group there." A similar observation was made by Dean of Men Arleigh Williams: "If there is a better organized group, I should like to see it. This is a complete violation of law and order. It demonstrates how a small organization can disrupt societies. Some students were bought by cliches of 'freedom,''liberty,' and 'rights.' They are responding emotionally without a clear understanding of their true meanings." News media quoted Clark Kerr, University president, as saying the demonstrations contained an extreme left-wing element, including followers of the "Castro-Mao Tse-tung line."

The University reached a compromise with the demonstrators at 7:15 p.m. on October 2, promising that Jack Weinberg, after being booked, would be released in his own recognizance with no charges being pressed by the University.

The leaders called on the demonstrators to disperse. The battered police car, hood and top dented and fenders smashed, was finally allowed to retreat. The rebellion was temporarily over, but the Free Speech Movement had been born at Berkeley with Mario Savio as its midwife, and the University's troubles with the brawling, red-faced infant had just begun.

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Vol. 5, No. 11

November 1965

COMMUNISM and YOU!

3280 Ponce de Lean Boulevard

"After all, this was the greatest student rebellion in the history of the United States, and it occurred on the main campus of the country's largest educational institution."

FLORIDA

- Calif. Senate Factfinding Subcommittee

COMMUNIST ATTACK ON YOUTH - VIII

The notorious student demonstration October 1, 1964, at the University of California at Berkeley was not the end, only the beginning of further rebellion. Thorough investigations by the California Senate Factfinding Subcommittee on Un-American Activities and the Police Chief Magazine disclosed the following developments.

The various groups that had been protesting against University regulations gathered, two days later, under the single banner of the Free Speech Movement with Mario Savio as their leader. Savio, an outstanding student, had no subversive background. He had joined the Young People's Socialist League, had worked with the Student Non-Violent Coordinating Committee, and had an arrest record for sit-in demonstrations, according to the Federal Bureau of Investigation. He also had a fiery speaking style to match his red hair and the ability to arouse student audiences to unconsidered actions. Amusingly, this concerned Free Speech leader had failed to vote in the 1964 elections, United Press International reported.

in an atmosphere of arrogance and constant threats, Savio and the FSM continued wrangling with the University officials, supported by 88 faculty members who signed a petition recommending reinstate—ment of eight suspended students, including Savio. A rally was staged and Sproul Hall, the administration building, was picketed November 4 and 5 with demands for "total political freedom on campus." A resolution condemning the disorderly tactics of FSM was passed by the senate of Associated Students, representing a majority of the student body.

Despite an administration warning, some 1,400 students assembled on November 9 at Sproul Hall, where Savio harangued them, and tables were set up and funds collected in deliberate defiance of university regulations. When the Board of Regents made some concessions on November 20 but refused to allow campus support of illegal activities, more than 4,000 students demonstrated in protest. Another protest rally was staged November 25 when SLATE, described by the California Senate Subcommittee as a Communist-dominated student organization, was denied permission to show a French homosexual film on the campus.

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"By this time the used front aspect of the Free Speech evement was beginning to disappear," the Senate Subcommittee said. "Many of the more conservative students who originally entered the movement as a sincere protest...had realized that the entire movement was slowly, but surely being taken over by Communist-oriented leaders...more and more adults appeared on the campus at the demonstrations, some of them known members of the Communist Party, some like Mort Scheer, leaders of the Communist element that followed the tough line of Red China; some were students who had been indoctrinated on clandestine trips to Cuba; and there were the usual large numbers of chronic supporters of Communist fronts who always lend their assistance to such movements."

On December 1, the University announced that disciplinary action would be taken against Savio and three other FSM leaders for their part in the October 1 demonstration. Savio, in turn, issued an ultimatum giving Chancellor Edward W. Strong 24 hours in which to meet FSM demands or face a massive demonstration. The demands included the dropping of all charges against himself and others and a guarantee against disciplinary action until a final settlement had been reached with the FSM.

The threatened demonstration, the greatest of them all, began with a noonday rally of 2,000 students at Sproul Hall where Savio, in fine voice, whipped up the crowd and threatened to "bring the university to a grinding halt." Then, flanked by folksinger Joan Baez, singing "We Shall Overcome," he turned and led a Pied Piper parade of a 1000 students into the building. An American flag was carried aloft and Savio held up his hand in the Churchillian finger symbol for victory. With military precision, the lobby was turned into a recreation hall, a first aid station was set up and the third and fourth floors were designated as study areas. The "spontaneous" rebellion of the downtrodden students included professionally printed signs, bull horns and walkie-talkies.

An evening entertainment program was announced to include movies and singing by Joan Baez. By evening the students had been provided with sleeping bags and blankets, and the office of the Dean of Students had been turned into a kitchen with coffee, hundreds of loaves of bread and meat, cheese and peanut butter for sandwiches. Monitors, wearing FSM armbands, collected money from the crowd outside. Pickets blocked roadways; others paraded on campus and some invaded classrooms where students were working.

By 7 p.m., some 800 invaders were in full possession of Sproul Hall despite campus police requests to leave the building. At 10:50 p.m., Governor Edmund G. Brown ordered police agencies to take any necessary action to restore order. At 3:05 a.m. Chancellor Strong visited each floor, again requesting the students to leave. At 3:20 a.m., Berkeley police officers began removing the students from 1 the building. Second floor balcony windows had been smashed and ropes dropped to the ground. When a police detail was sent to the floor, they were blocked and assaulted by demonstrators and four officers were injured. Because of the elaborately careful police procedures, the last of 773 arrests was not made until 3:35 p.m. on December 3 after a 27-hour occupation of Sproul Hall. Some 830 police officers were employed at an estimated cost of \$25,000. Governor Brown said: "We're not going to have anarchy in the State of California while I am Governor...We cannot compromise with revolution, whether at the University or any other place."

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OFFICE OF DIRECTOR	ME DELOACH
FEDERAL BUREAU OF INVESTIGATION	MR. MOHR
UNITED STATES DEPARTMENT OF JUSTICE	MR. CASPER
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December 22, 1965	MR. CONRAD
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The attached Security Review was sen	MR. GALE
to the Director from The Wackenhut	MIN. NO SEN
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December 1965

COMMUNISM and YOU!

"The academic revolution that has been brewing for about eight years and now is blowing through the country – with its full potential yet to be realized – is purifying our land."

> Herbert Aptheker, National Committeeman, Communist Party, USA

COMMUNIST ATTACK ON YOUTH - X

Immediately following the massive sit-in and capture of Sproul Hall on December 3, 1964, at the University of California at Berkeley, members of the Free Speech Movement, who were not arrested, drove a sound truck through Berkeley streets calling upon demonstrators to block all traffic accesses to the University. Several hundred answered the call and set up picket lines at one of the entrances and another at a parking lot, as a student strike got underway.

By noon of the next day, there were some 1,500 persons on the picket line at one university entrance and graduate students, teaching assistants and some faculty members had joined the strike. Many classes were cancelled without authority; some professors used their classrooms to express sympathy for the FSM; other professors and teaching assistants deliberately indoctrinated their students in an attempt to gain support for the FSM, the California Senate Factfinding Subcommittee on Un-American Activities reported.

Bettina Aptheker, daughter of Herbert Aptheker, leading theoretician of the CPUSA, was a founder of the Du Bois Clubs, described by J. Edgar Hoover as "Communist-spawned," and also was one of the top four leaders of FSM. In an article in the March 1965 issue of "Political Affairs," self-described as the "Theoretical Journal of the Communist Party, U.S.A.," Bettina proudly reported on the strike this way:

"The graduate students and teaching assistants called a general strike on Thursday, December 3, which continued all day on Friday, resumed on Monday, December 7, and ended Monday at midnight. The public information service of the University, when asked, stated on Friday that the strike was 85 per cent effective. On Monday, we estimated that the strike was 82 per cent effective. For almost a week the FSM brought the University literally to a 'grinding halt,' refusing to end demonstrations until Freedom was a reality." (Emphasis added.)

Bettina Aptheker was happily and correctly reporting the shocking fact that a minority of less than 20 per cent of some 5,500 demonstrators, including a hard core of 300 leftists, had been able to bring to a halt for several days the educational processes affecting the entire enrollment of 27,500 students of the nation's largest university.

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Mr. Hoover reported that demonstrators with subversive backgrounds included five faculty members and 38 persons who were plents or connected with the University in some capacity. "This is another example of a demonstration which, while not Communist originated or controlled, has been exploited by a few Communists for their own end," he said. "In this instance, a few hundred students contain within their ranks a handful of Communists that mislead, confuse and bewilder a great many students to their detriment. Communist Party leaders feel that based on what happened on the campus of the University of California at Berkeley, they can exploit similar student demonstrations to their own benefit in the future."

On Monday, December 7, University President Clark Kerr called a meeting of all students and faculty members. "Kerr agreed that he would take no action against any of the FSM demonstrators for violations of university rules committed prior to the massive December 2 sit-in, and made it plain that no more violations of regulations would be tolerated, and that peace must be maintained on the campus," the Senate Subcommittee reported. Pending a meeting of the Academic Senate for the next day, the FSM suspended its strike at midnight. The Senate, composed of faculty members, met on Tuesday and voted overwhelmingly 824 to 115 to back most of the FSM's demands and urged that control of student discipline be given to the faculty.

On February 26, 1965, an Emergency Executive Committe issued a report confidently announcing that conditions at Berkeley were returning to normal and that problems were being solved "by rational discussion and mutual adjustment." Five days later the "purifying" revolution described by Herbert Aptheker exploded again on the campus, emitting the fetid and unpleasant odor of The Filthy Speech Movement.

Nine persons were arrested, and the University later dismissed one student and suspended three others. But in the meantime, the Filthy Speech Movement, using the signs as an inspiration, produced an obscene magazine named the "Spider." The University banned the first two issues of the magazine, the Senate Subcommittee said, but sales continued openly and the ban was lifted in April.

When Mario Savio, FSM leader, attempted to whip up indignation against the University for disciplining filthy speech offenders, he found his old magic had disappeared; even his most ardent supporters realized they had gone too far. Several days later, he announced his resignation from Berkeley because, he said, he no longer could "keep up with the undemocratic principles" of the administration. On this absurd note Savio, who had so successfully defied, threatened, disrupted and humiliated a great university, departed.

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Maile.

Mr. John S. Ammarell, Jr. Executive Vice President
The Wackenhut Corporation
3280 Ponce de Leon Boulevard
Coral Gables, Florida 33134

Dear Mr. Ammarell:

I received your letter of January 10th and want to thank you for the kind sentiments on the occasion of my birthday and the New Year.

You may be certain your complimentary comments and favorable remarks mean a great deal to me, and communications such as yours are indeed a source of encouragement. I can assure you I will strive to merit your continued approval.

It is my hope that 1966 will be filled with an abundance of good things for you.

Sincerely yours,

J. Edgar Hoover

NOTE: Mr. Ammarell, is on the Special Correspondents' List. He is a former SA who EOD 2-1-43 and resigned 2-31-54. DFC:cai

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January 10, 1966

Mr. J. Edgar Hoover Federal Bureau of Investigation 9th and Pennsylvania Avenue Washington, D. C.

Dear Mr. Hoover:

Although belated, I did want to congratulate you on your birthday and express my wishes for another successful year and continued good health.

You are the most outstanding American serving our government and the citizens of our country today. Although all America salutes you, those of us who have been fortunate not only to have served under you, but to have worked at FBI Headquarters where we had a better opportunity to become acquainted with you, take a great deal of pride in your continued exceptional accomplishments. As America again faces determined enemies from within and from without, we can only hope that with God's grace you may continue to guide the FBI.

Best wishes and kind regards from an ex-Agent who shall continue to support you and the FBI.

Sincerely,

John S. Ammarell, Jr.

John S. Ammarell, Jr.

Executive Vice President

REC 20

Mailing List

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OFFICE OF DIRECTOR EDERAL BUREAU OF INVESTIGATION NITED STATES DEPARTMENT OF JUSTICE MR, CALLAHAN January 18, 1966 MR. CONRAD -The attached Security Review was MR, ROSEN sent to the Director from The Wackenhut Corporation, 3280 Ponce de Leon Boulevard, Coral Gables, Florida. Reference is made to the Director on page 2. nm THE WACKENHUT CORPORATION 3280 PONCE DE LEON BOULEVARD CORAL GABLES, FLORIDA 33134 ENCLOSURE 10 JAN 27 1965

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Vol. 6, No. 1

January 1966

COMMUNISM and YOU!

"In my opinion, this open attack which is taking place in Berkeley, and which will undoubtedly spread, is one of the more serious threats to the future welfare of our nation."

-Berkeley-Police-Chief-Addison H. Fording

COMMUNIST ATTACK ON YOUTH - XI ARTICLE

Despite the obvious illegality of its actions and its questionable leadership, the Free Speech Movement and the chaos which it created in 1964 at the University of California at Berkeley, received some rather astonishing support. Faculty members composing the Academic Senate voted 824 to 115 in favor of backing FSM objectives, which included placing certain disciplinary measures in the hands of the faculty, rather than the University administration.

The San Francisco Chronicle editorially commenting on the attitude of faculty members said:

"Their championship of students who have clearly defied University regulations and violated the law, plus their implied denunciation of University official responsibility for campus discipline, adds a highly disturbing element to a situation of great gravity."

Additional support for what amounted to a student-faculty attack upon the university administration came forth quickly. According to Police Chief Magazine, telegrams, petitions and announcements of support were received from 42 professors at the Rockefeller Institute for Research in New York, 306 students and faculty members of the University of California Medical School, 186 faculty members at San Francisco State College, 18 members of the Yale Law Journal, and 118 professors at Sacramento State College. Other support came from the Washington State Chapter of the American Association of University Professors, from such other groups as school teachers, ministers, lawyers, writers and artists, and from James Farmer of CORE, Bayard Rustin, Negro demonstration leader, and John Lewis of the Student Non-Violent Coordinating Committee.

The Berkeley demonstrations immediately produced rallies, picket lines, marches and sit-ins at San Francisco State College, Sacramento State, Brandeis University, Reed College, Fresno State College, Eastern Washington State College and Adelphi University, among others.

From the timing, it appeared that Berkeley may have provided the inspiration for other college demonstrations since it gave proof that students and the faculty could successfully defy administration regulations and normal discipline. This new development of a student-faculty coalition drawn up as antagonists against university administrations swept across the country in the spring of 1965.

SECURITY REVIEW AWARDS: GEORGE WASHINGTON HONOR MEDAL, FREEDOMS FOUNDATION AT VALLEY
FORGE, 1962: VIGILANT PATRIOT AWARD, ALL-AMERICAN CONFERENCE TO COMBAT COMMUNISM, 1963

Student protests, backed and supported in many cases by professors, broke out in March at Yale, at Brooklyn College, at St. Jack's University and at Fairleigh Dick on. A sit-in of students and faculty members was staged at Ohio State University in April, and another occurred at the University of Kansas. The causes of the protests varied from campus to campus, but all demonstrated a new attitude of demand and defiance of established authority.

The question of leadership and organizations also varied from campus to campus. At Berkeley, however, there was no question that in the last phases of the Free Speech Movement Communist-oriented leadership had taken control. Police Chief Fording said, "Although it cannot be proven at this time that these demonstrations were part of a Communist conspiracy or were Communist-initiated, known Communists, children of Communists and Communist sympathizers were involved in the leadership from the beginning, and to believe that Communist influences were not at work would be unrealistic." Later, after a thorough investigation, J. Edgar Hoover said flatly that 43 persons, including five faculty members, connected with the demonstrations had subversive backgrounds.

Berkeley had faced the threat of Communist infiltration for years with recently changing results. Two questions were continually raised: Should Communist speakers be permitted on campus and should Communist professors be employed. The ban against Communist speakers was challenged in a suit in April 1962 by the American Civil Liberties Union, which lost the suit. On May 21, 1963, on the recommendations of President Clark Kerr, the Regents by a vote of 15 to 2 opened the university campus to Communist speakers, the California Senate Factfinding Subcommittee on Un-American Activities reported. The first person to speak on the campus under the new regulation was Albert J. Lima, Northern California Chairman of the Communist Party, the Senate Subcommittee said. This resolved the question of Communist speakers.

In 1954, answering pressure arguments that Communists should be hired as faculty members in order to present the Communist viewpoint, Dr. Robert Gordon Sproul, who was then University president, said: "It is as ridiculous to suppose that we must have Communists as teachers as that we should have astrologers in the astronomy department, or African witch doctors in the medical school." In June 1964 Charles Luckman, chairman of the board of trustees of the California State College, succinctly said: "There is indeed nothing to choose between Nazism and Communism, except that the latter is far more dangerous because of its seductive intellectual appeal. No teacher should hesitate to condemn both these tyrannies... Communist ideology is demonstrably false. Its economic theories have been disproved by history. Its practical applications have been characterized by the imposition of terror; by the complete disregard for human life and liberty; by the rejection of all the traditional moral and spiritual values which underlie Western Civilization." Such college trustees and college boards of regents are currently being attacked in Communist publications.

Apparently, the climate has been changing in the past decade. Now Communists address Berkeley students on campus, and on September 24, 1964, according to the Senate Subcommittee, President Clark Kerr suggested that the Regents might wish to reconsider the wording of the ban against employment of Communists in general, and that he would present his recommendations later. As yet no such recommendations have been submitted, the Subcommittee said in its report. It added: "...we are unable to understand why the people should contribute to their own destruction by making their public institutions available to those who are dedicated to the task of overthrowing our government by any means available."

The Wackenhut Corporation is a national investigative and security organization with operations extending from Puerto Rico, throughout the United States, to Hawaii. Acutely aware of the threat of Communism, it presents this series of articles to its friends and employees as an educational service. For additional copies, contact:

Office Memoriadum · United States Government

DIRECTOR, FBI

SAC, SEATTLE

THE WACKENHUT CORPORATION

no Note

4/12/66

DATE:

For the information of the Bureau, there is attached a prospectus concerning the captioned corporation, which was made available to me by former SAC R. D. AUERBACH. He received this at the Pacific National Bank, Seattle.

In view of the expansion of this group, I thought the Bureau would be interested in examining this material.

2 - Bureau (Encl.-1) by closed detacked and attached to below. l - Seattle

JEM:eon (3)

Memorandum

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MR. CALLAHAN

J. B. ADAMS (A)

DATE: 4/19/66

ALL INFORMATION CONTAINED

Tele, Room

Holmes

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SUBJECT:

FROM 1

THE WACKENHUT CORPORATION PUBLIC STOCK OFFERING

Former SAC Auerbach has furnished to the Seattle Division a copy of a Preliminary Prospectus dated 3/25/66 setting forth a proposal to offer for sale to the public through Francis I. duPont, A. C. Allyn, Inc., 247, 300 shares of common stock of the Wackenhut Corporation having a par value of 10¢ a share. The Preliminary Prospectus does not indicate the price at which the stock will be offered and warns that a registration statement has been filed with the Securities and Exchange Commission but has not yet become effective. The stock may not be sold nor may offers to buy be accepted until such registration statement does become effective.

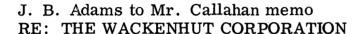
The Preliminary Prospectus discloses that the stock is being offered for sale to provide funds for further acquisitions of similar businesses and working capital to continue the company's expansion. A consolidated statement of the income of the Wackenhut Corporation and its subsidiary discloses that net income in the calendar year 1965 was \$665,757. The 1965 net income was approximately double its 1964 income. No dividends have been paid on the company's stock during the last five years but the Board of Directors intends to consider paying quarterly dividends hereafter dependent upon the earnings and future financial condition of the company together with other relevant factors.

Of the 247, 300 shares of common stock to be offered, 135, 000 are to be sold by the corporation and 112, 300 shares by for ASS6 Wackenhut and his wife. Of the shares being sold by the company, 13, 800 are being offered initially to employees and Directors of the company at the public offering price (not given in the Preliminary Prospectus). In addition to the common stock, there will also be outstanding 646, 700 shares of Class B stock, all owned jointly by former SA Wackenhut and his wife. The common stock and the Class B stock have equal voting rights in the election of company Directors and in the event all of the common stock being offered for public sale is sold, Wackenhut and his wife will still hold 71.55% of the total number of shares of both classes of stock. Since the certificate of

Enclosure

1 - Mr. Wick (Sent Direct) 1 - Out-of-service personnel

OVER..



incorporation does not provide for cumulative voting, the holders of more than 50% of the total number of shares of both classes of stock (i.e. Wackenhut and his wife) can elect all of the Directors and the holders of the remaining shares will not be able to elect any Directors.

The Prospectus further sets forth that the business was founded in 1954 by Wackenhut and three associates, all former FBI Special Agents, to supply investigative services and at the present time 21 of the company's management and investigative positions are held by former FBI Special Agents several of whom have held supervisory positions with the Bureau--one as SAC, two as Inspectors, one as an Inspector in Charge and another as Assistant Chief of the Liaison Section of the Domestic Intelligence Division. Other Wackenhut management and investigative personnel have served with NSA. CIA and investigative and intelligence units of the U.S. Armed Forces as well as local law enforcement agencies. At the present time the company is engaged principally in furnishing uniform guards and other personnel to protect Government installations, industrial and business facilities, banks retail stores and municipalities. The largest single customer is the U.S. Government. The company supplies security guards and other personnel to the Atomic Energy Commission's test site and other installations in Nevada and to four NASA facilities including the Kennedy Space Center at Merritt Island, Florida, adjoining Cape Kennedy. The company also does investigative work for industrial organizations, attorneys, insurance companies, banks, retail stores and other businesses and individuals and provides related services including lie detector tests, personnel screening, burglar and fire alarm systems and electronic sweeping to detect the presence of unauthorized listening devices. The company does not engage in business espionage but does provide counter business espionage to protect the research and development secrets of its clients.

According to the Prospectus, the company has 23 offices and operates in 22 states, Puerto Rico, the District of Columbia and through a 50% owned subsidiary in Caracas, Venezuela. The company has grown to be the third largest company of its kind in terms of volume of sales and has approximately 4, 100 employees and over 3, 100 customers.

Bureau files disclose that by SAC Letter dated 4/24/62 all Bureau offices were instructed to refrain from any contact with the Wackenhut Corporation, extend no cooperation, and any inquiries or approaches from employees of the firm should be immediately reported to the Bureau. This action was taken because the firm had utilized misleading advertisements, attempted to capitalize on former FBI affiliation

J. B. Adams to Mr. Callahan memo RE: THE WACKENHUT CORPORATION

of its employees and its officials had reportedly engaged in personal misconduct and questionable business activities. However, in view of the strong and continued support of the Director and the Bureau by Wackenhut and his associates, the policy was changed and by SAC Letter of 1/5/65 the restrictions previously placed upon the field with regard to the Wackenhut Corporation were rescinded.

The above is submitted for information.

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247,300 Shares

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THE WACKENHUT CORPORATION

Common Stock (10¢ Par Value)

Of the above shares, 135,000 are being sold by the Company and 112,300 are being sold by George R. Wackenhut, founder and principal stockholder of the Company, and his wife (see The Offering and Principal and Selling Stockholders). The Company will receive no part of the proceeds of the sale by the Selling Stockholders. Of the shares being sold by the Company, 13,800 are being offered initially by the Company to employees and directors of the Company at the public offering price less underwriting discounts and commissions (see Underwriting). Any of such 13,800 shares not purchased by employees or directors by 10:00 A.M. New York City time on the business day following the date of this Prospectus, and the remaining 233,500 shares covered by this Prospectus, are being offered by the Underwriters to the public.

THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION NOR HAS THE COMMISSION PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

Prior to this offering there has been no established market for the Common Stock. The offering price has been determined by negotiation among the Company, the Selling Stockholders and the Underwriters.

		Price to	Proceeds(1)		
Price to Public		Employees and Directors	To Company	To Selling Stockholders	
Per Share			A STANDERSON		
Total ((2)	(2)	to grade to de-	- <u>-</u> -	

- (1) Before deduction of expenses payable by the Company and by the Selling Stockholders estimated at \$ and \$ respectively.
- (2) Assuming all shares offered to employees and directors are purchased by them. If none are purchased by employees or directors and all are sold by the Underwriters to the public, the total underwriting discounts and commissions will be increased by \$

The shares of Common Stock covered hereby are being offered by the several Underwriters subject to prior sale, and when, as and if delivered to and accepted by the Underwriters, and subject to approval of certain legal matters by Messrs. Carter, Ledyard & Milburn, counsel for the Underwriters, and Messrs. Scott McCarthy Steel Hector & Davis, counsel for the Company.

Francis I. duPont, A. C. Allyn, Inc.

The date of this Prospectus is

, 1966

No dealer, salesman, or other person has been authorized to give any information or to make any representations not contained in this Prospectus in connection with the offering made by this Prospectus, and, if given or made, such information or representations must not be relied upon as having been authorized by the Company, the Selling Stockholders or the Underwriters. This Prospectus does not constitute an offer to sell or a solicitation of an offer to buy any of these securities in any jurisdiction in which such offer or solicitation may not lawfully be made.

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IN CONNECTION WITH THIS OFFERING, THE UNDERWRITERS MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE COMMON STOCK OF THE COMPANY AT LEVELS ABOVE THOSE WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THE COMPANY

The Company is engaged principally in the business of furnishing uniformed guards and other personnel to protect Government installations, industrial and business facilities, banks, retail stores and municipalities against theft, fire, violations of security regulations and accidents. The personnel supplied by the Company under contract with its customers include uniformed security guards, firefighting personnel, motorized and foot patrolmen, land and water rescue squads and uniformed receptionists and tour guides. The Company's largest single customer is the United States Government. The Company supplies security guards and other personnel to the Atomic Energy Commission's test site and other installations in Nevada and to four National Aeronautics and Space Administration (NASA) facilities, including the Kennedy Space Center at Merritt Island, Florida, adjoining Cape Kennedy. Direct contracts with the Government accounted for approximately 23% of total sales in 1965; subcontracts for protective services at Government installations accounted for an additional 15%. The furnishing of physical security through uniformed guards and other personnel accounted for approximately 95% of the Company's sales in 1965. The Company also does investigative work for industrial organizations, attorneys, insurance companies, banks, retail stores and other businesses and individuals and provides related services including polygraph (lie detector) tests, personnel screening, burglar and fire alarm systems and electronic "sweeping" to detect the presence of unauthorized listening devices.

The Company's business, which was founded in Miami in 1954 as a partnership by George R. Wackenhut and three associates, is now conducted by The Wackenhut Corporation, incorporated in Florida in 1958, and its subsidiaries. (The Wackenhut Corporation with its subsidiaries and predecessor companies is generally referred to herein as the Company or Wackenhut.) Wackenhut now has 23 offices and operates in 22 states (including Hawaii), Puerto Rico, the District of Columbia and, through a 50%-owned subsidiary, in Caracas, Venezuela. The Company's executive offices are located at 3280 Ponce de Leon Boulevard, Coral Gables, Florida.

Since its founding less than twelve years ago Wackenhut has grown to be the third largest company of its kind in terms of volume of sales, surpassed only by two appreciably larger companies which were founded 116 years and 57 years ago respectively.

THE OFFERING

As the result of a recapitalization which became effective April , 1966 the Company has two classes of stock, Common Stock and Class B Stock. The two classes are identical in all respects except that a dividend on the Class B Stock may only be declared if a dividend is simultaneously declared on the Common Stock and any such dividend on the Class B Stock must be limited to the amount of 1% per share of the dividend per share on the Common Stock, and except that the holders of Class B Stock have the option of converting their shares into Common Stock in cumulative annual installments of 20% a year over a five-year period beginning May 1, 1967 (see DESCRIPTION OF CAPITAL STOCK).

Following the recapitalization referred to above the issued and outstanding capital stock of the Company consisted of 646,700 shares of Class B Stock, all owned jointly by George R. Wackenhut and his wife (the Selling Stockholders), and 139,300 shares of Common Stock of which Mr. Wackenhut and his wife jointly owned 112,300 shares and Mr. Wackenhut individually owned 12,300 shares.

Accordingly prior to this offering the Selling Stockholders owned 98.13% of the total issued and outstanding stock of both classes combined.

The stock being offered by this Prospectus is Common Stock. Of the 247,300 shares being offered, 135,000 shares are being sold by the Company and 112,300 shares are being sold by the Selling Stockholders. Following this offering there will be an aggregate of 921,000 shares of capital stock outstanding of which not less than 233,500 shares (25.35%) nor more than 247,300 shares (26.85%) will have been offered to the public, 659,000 shares (71.55%) will be owned by Mr. Wackenhut and his wife and the balance will be owned by directors, officers and employees of the Company. The 659,000 shares to be owned by Mr. & Mrs. Wackenhut following the offering will consist of 646,700 shares of Class B Stock owned jointly and 12,300 shares of Common Stock owned by Mr. Wackenhut individually. The Common Stock and Class B Stock vote as a single class for the election of directors and on all other matters (except proposed charter amendments which would adversely affect the rights of either class, as to which approval by a majority vote of each class voting separately is required) and accordingly, except as to matters on which each class votes separately, Mr. Wackenhut and his wife will continue to have voting control of the Company after this offering.

APPLICATION OF PROCEEDS

The net proceeds to be received by the Company from its sale of 135,000 of the shares of Common Stock offered by this Prospectus, estimated at \$, will be used in the first instance to repay the indebtedness of \$ outstanding under the bank loan agreement described below under Capitalization and the balance of approximately \$ will be added to the Company's general funds. Such balance together with the \$2,000,000 which will be available under the bank loan agreement following such repayment will thereafter be used from time to time as required for the following purposes:

New Offices. The Company is actively considering the opening of offices in additional cities. A major advantage to the Company of the opening of additional offices is that a local office facilitates close supervision of guard services supplied by the Company to customers in the area served by that office. In addition, each new office adds to the Company's ability to offer nationwide investigative service since local offices can be utilized to follow leads on investigations originating in other cities. The extension of the Company's network of offices is an integral part of a long-range program to expand the Company's investigative and related services (see BUSINESS—Investigative Services and Special Services) which result in a higher rate of profit than the Company's guard service operation. In 1965 investigative and special services accounted for about 4.7% of sales and 6.6% of net income. The Company's experience with the opening of new offices in the past is that a starting up period of approximately one year must elapse in most cases before a new office becomes profitable and of course there can be no advance assurance that any new office will become profitable. The cost of opening each new office (including losses during the first year) is approximately \$25,000. The Company now has plans for the opening of four new offices in the near future. The number of additional offices which may be opened thereafter cannot be estimated but approximately eight additional locations are now being given consideration.

Building Addition. The growth of the Company's business has created a present need for expansion of the building housing the Company's main office, which was built in 1960 and contains

approximately 14,000 square feet on two floors. The Company has acquired an adjoining plot of land containing approximately 12,500 square feet on which it plans to construct an addition of 10,000 to 25,000 square feet to its present building at an estimated cost of \$175,000 to \$400,000 depending on the size of the addition decided upon. It is expected that the drawing of architectural plans will begin in the near future and that ground will be broken early in the summer of 1966. The Company anticipates that it will be able to finance substantially all of the cost of this construction through long-term borrowing but to the extent that the proceeds of this offering are not immediately required for other purposes such proceeds may be utilized in the construction of this addition to the Company's headquarters building.

Acquisitions. The Company's growth in recent years has been attributable in part to acquisitions (see HISTORY). The Company is now exploring the possibilities for the acquisition of businesses related to its principal business of providing physical security, such as but not limited to the manufacture of alarm systems, intercom systems and closed-circuit television. The Company presently sells or leases, installs and services such systems, the equipment utilized being purchased from others.

Working Capital. If and to the extent that the Company's business continues to grow as it has in recent years (see Consolidated Statements of Income) additional working capital will be required and the proceeds received by the Company from this offering together with the \$2,000,000 bank credit referred to above will be utilized for this purpose to the extent not previously utilized for other purposes.

Until such time as the above-described plans for expansion are put into effect (there being no assurance as to when or the extent to which such plans will be carried out), the Company may as a result of this offering have surplus funds not essential for the conduct of its business but as noted above a substantial part of such funds will be utilized to reduce the Company's borrowings under its bank loan agreement and thereby reduce interest expense.

CAPITALIZATION

The following table sets forth the capital structure of the Company as of March 15, 1966 as adjusted to give effect to the recapitalization of its stock which became effective April , 1966 and to the issuance and sale of the Common Stock being sold by the Company in this offering:

Amount Description(1): Authorized	Amount Outstanding	Amount to be Outstanding
53/4 % Mortgage Note due July 1, 1985(2)	\$156,575	\$156,575
6% Mortgage Note due July 15, 1972(3)	30,944	30,944
6¼% Promissory Notes due April 30, 1968(4) \$2,000,000	900,000	(5)
Common Stock, 10¢ par value 8,500,000 shs.(6)	139,300 shs.	274,300 shs.
Class B Stock, 10¢ par value (7) 1,500,000 shs.	646,700 shs.	646,700 shs.

⁽¹⁾ For information respecting the Company's obligations under leases, see Property and Note 7 to Financial Statements.

- (2) Requires payments of principal and interest of \$4,000 quarterly through July 1, 1970 and \$3,025 quarterly thereafter until July 1, 1985, on which date such quarterly payments will have amortized the loan in full.
- (3) Requires monthly payments of principal and interest of \$495 which payments will have amortized the loan in full on July 15, 1972.
- (4) Issued pursuant to a Loan Agreement dated December 31, 1965 with The First National Bank of Miami which provides a \$2,000,000 line of credit to the Company. Under the Loan Agreement the Company may at any time and from time to time borrow up to \$2,000,000 (less the amount outstanding at the time of the borrowing in question) on an unsecured basis at 64% per annum. All notes issued under the Loan Agreement become due on April 30, 1968. The Company may at any time prepay the loan, or any part thereof in multiples of \$100.000, and pays a commitment fee of \(\frac{1}{4} \) of 1\(\text{m} \) per annum on the unused portion of the \(\frac{2}{3},000,000 \) authorized amount. The Company is required to prepay on the 15th day of each month any portion of the then outstanding loan which exceeds 80% of the total of the Company's accounts receivable which are not more than 90 days old. The Loan Agreement requires the Company to maintain a net worth of not less than \$1,000,000 and provides that on and after January 1, 1967 the Company may not allow the total of its liabilities, both long and short term, to exceed the total of: cash, 80% of accounts receivable not over 90 days old and 50% of fixed assets at cost less depreciation. Prior to January 1, 1967 liabilities may exceed the percentages of assets just stated by up to \$800,000. The Agreement requires the written consent of the bank for the Company to mortgage any of its property (other than in connection with the proposed addition to its headquarters building described under APPLICATION OF PROCEEDS), borrow money from any source other than the Bank, pledge or sell receivables, guarantee obligations of others or effect certain mergers or consolidations.
- (5) See APPLICATION OF PROCEEDS.
- (6) Includes 646,700 shares reserved for issuance upon conversion of a like number of shares of Class B Stock over a period of years (see Description of Capital Stock) and 84,000 shares reserved for issuance upon exercise of options granted or which may be granted under the Company's Employee Stock Option Plan (see Stock Options).
- (7) Class B Stock may receive dividends per share only in an amount equal to 1% of dividends per share declared and paid on Common Stock and becomes convertible into Common Stock in cumulative annual installments of 20% per year commencing May 1, 1967 (see DESCRIPTION OF CAPITAL STOCK).

DIVIDENDS

The Company has not heretofore paid dividends on its capital stock. On April , 1966 the Board of Directors declared an initial quarterly dividend of ¢ per share on the Common Stock and of 1% of that amount per share on the Class B Stock, payable , 1966 to holders of record , 1966. Purchasers of Common Stock in this offering will be entitled to receive this dividend if they do not dispose of their shares before the close of business on the record date. Such declaration was made contingent upon the sale to the Underwriters of the shares offered by this Prospectus.

The Board of Directors intends to consider the payment of dividends on a quarterly basis; however, the declaration and rate of future dividends will be dependent on the earnings and financial condition of the Company and such other factors as the Board may deem relevant.

CONSOLIDATED STATEMENTS OF INCOME

The following consolidated statements of income of The Wackenhut Corporation and its subsidiary have been prepared on the accrual basis of accounting. The companies maintain their accounts and file their income tax returns on a cash basis. The consolidated statements of income for the five years ended December 31, 1965, have been examined by Arthur Andersen & Co., independent public accountants, as set forth in their opinion included elsewhere in this Prospectus. These statements should be read in conjunction with the other financial statements and notes thereto appearing elsewhere in this Prospectus.

	Year	Year Ended December 31		
1961	1962	1963	1964	1965
REVENUE FROM SERVICES \$5,414,769	\$7,771,553	\$9,553,259	\$10,821,241	\$17,755,544
Expenses:				
Salaries and wages—				
Security and investigative \$4,024,445	\$5,568,017	\$6,601,287	\$ 7,610,311	\$12,705,827
Officers, executives and other 245,529	604,114	788,522	853,351	1,413,441
Other operating expenses 429,872	833,237	1,094,802	1,166,883	1,480,994
General taxes—				
Payroll 222,994	368,473	459,828	501,391	758,140
Other	29,208	34,880	44,686	47,140
Provision for bad debts 7,801	43,000	26,000	23,118	39,926
Interest 15,219	36,763	25,802	38,928	45,319
\$4,952,709	\$7,482,812	\$9,031,121	\$10,238,668	\$16,490,787
Income before provision for income taxes \$ 462,060	\$ 288,741	\$ 522,138	\$ 582,573	\$ 1,264,757
PROVISION FOR INCOME TAXES (Notes C and E) 253,000	• •	244,000	245,000	599,000
Net Income		\$ 278,138	\$ 337,573	\$ 665,757
Net income per share of capital stock out-				
standing at end of year (Note D) \$.27	\$.18	\$.36	\$.43	\$.86
Shares of capital stock outstanding at end of				
year (Note D) 774,000	777,000	777,000	777,000	778,500

NOTES

(A) Acquisitions:

In August, 1964, the Company acquired the net assets and business of Dawn Patrol (see HISTORY). The consolidated statements of income include the results of operations of Dawn Patrol from the date of acquisition.

(B) CASH DIVIDENDS:

No cash dividends have been declared or paid during the five years ended December 31, 1965.

(C) INVESTMENT TAX CREDIT:

The investment tax credit has been applied as a reduction of the provision for income taxes in the amount of \$4,426, \$1,088, \$2,814 and \$3,767 for the years 1962, 1963, 1964 and 1965, respectively.

(D) STOCK SPLIT:

Net income per share and shares of capital stock outstanding at end of each year have been retroactively restated to give effect to the recapitalization approved by stockholders on March 7, 1966 (see Note 11 to the Consolidated Financial Statements).

(E) INCOME TAXES:

See Note 2 to the Consolidated Financial Statements.

HISTORY

The business was founded in 1954 by George R. Wackenhut and three associates, all former Special Agents of the Federal Bureau of Investigation, to supply investigative services. In July 1955 the Company entered the business of providing physical security to private industrial and commercial establishments and to municipalities through the services of uniformed guards and other personnel. In July 1960 Wackenhut extended its physical security operations to United States Government installations through a wholly-owned subsidiary formed to comply with the requirements of a federal statute (commonly known as the Anti-Pinkerton Law) which prohibits the Government from contracting with companies furnishing investigative or detective services.

In June of 1962 the Company extended its operations to the West Coast and entered the business of providing central alarm system services for protection against fire and theft by the acquisition of the assets of General Plant Protection Company and its subsidiaries which at the time was considered to be the fifth largest security organization in the nation. Wackenhut paid approximately \$352,000 in cash and assumed liabilities of approximately \$672,000 to acquire the assets of the General Plant Protection companies. This acquisition brought approximately 600 employees and about the same number of new clients to Wackenhut.

In August 1964 Wackenhut enlarged its West Coast operation by the acquisition of Dawn Patrol, a company furnishing security services in the Los Angeles area, for \$733,000 in cash and the assumption of liabilities of approximately \$47,000.

On January 1, 1966 Wackenhut acquired the assets of Crawford Research, Inc., a private investigative firm in Washington, D. C., for \$75,000 in cash and moved its Washington office to the offices formerly occupied by Crawford. Also on January 1, 1966 Wackenhut for the first time extended its operations outside of the United States and its possessions with the opening of an office in Caracas, Venezuela through a 50%-owned subsidiary.

The Company now has 23 offices—five in Florida, four in California, three in Puerto Rico and one each in Atlanta, Boston, Caracas, Columbus, Honolulu, Houston, New Haven, New York, Philadelphia, Las Vegas and Washington, D. C. The Company also furnishes guard services to customers in 11 states in which it does not have offices.

At the end of 1961 the Company had 1,332 employees and occupied approximately 10,500 square feet of leased office space. In that year the Company performed 2,198,565 guard hours of work. By the end of 1965 the Company had 4,033 employees and occupied approximately 40,000 square feet of owned or leased office space. In 1965 the Company performed 6,608,466 guard hours of work.

BUSINESS

The Company's principal business, in terms of sales although perhaps not in terms of drama, is furnishing physical security—protection against theft and other crimes, breaches of Government security regulations, and fire, accident and other casualties—to customers which include the United States Government, industrial companies, banks, retail stores and municipalities. To perform these services the Company provides to its customers, under contract, carefully screened and trained uniformed security guards, motorized and foot patrolmen, firefighting personnel, rescue squads, uniformed women who serve as receptionists, "guardettes" and tour guides and the supervisory and advisory services of the Company's executive and management personnel, twenty-one of whom formerly served as Special Agents with the Federal Bureau of Investigation. These services, supplied by the Company's Physical Security Division, accounted for approximately 94% of total sales in 1964 and 95.3% in 1965. The Company's Investigative and Special Services Divisions—which perform general investigative and detective work, provide pre-employment and employee personnel screening, sell or lease and service alarm systems to protect against fire and burglary and perform a variety of other related services described below—accounted for the balance of the Company's sales in those years.

There are three other major companies engaged in the business of supplying guard and investigative services. Two of these companies, which are appreciably larger than Wackenhut, were founded in 1850 and 1909 respectively and the other was founded in 1913. Wackenhut began business in 1954. The Company believes that in terms of volume of sales it now ranks third among these four companies and that Wackenhut's share of the total business done by the four companies was approximately 6.7% in 1961 and 12.8% in 1965.

Services

Physical Security

From the time of the Company's entry into the business of providing physical security in mid-1955 Mr. Wackenhut and his associates have based their operations on the concept that adequate physical security could no longer be provided by the type of elderly or retired men who traditionally served as night watchmen. Accordingly the Company's objective, which it believes it has substantially fulfilled, is to provide vigorous, alert, trained and disciplined guards, competent to deal with the variety of situations which arise in the protection of major Government and industrial installations. To this end a Wackenhut guard applicant is required to complete a comprehensive application; he may then be given a basic psychological test, and his background and experience are carefully investigated. Applicants who are accepted are given a classroom and firearms training course and are supplied by the Company with uniforms, and with arms when appropriate. The performance of the Company's guard personnel is constantly supervised and evaluated by the Company's guard officers (sergeants, lieutenants and captains) and periodically by the Company's executive, managerial and inspection staffs.

Although most of the Company's guard personnel are men, Wackenhut has made increasing use of women in its Physical Security Division. Where customer relations are of prime importance as in the case of retail stores, Wackenhut "guardettes" are utilized because the Company's experience has indicated that the public will react with less resentment to a woman in uniform than to men. Uniformed women are also utilized as receptionists, secretaries, typists, key punch operators and information and tour guides. The Company's "guardettes" are selected, investigated, trained and supervised in much the same manner as the Wackenhut guards but they do not carry firearms.

The Company's Physical Security Division performs all of the range of services which are brought to mind by the term "guard service", such as gate control, traffic control and security control and inspections for industrial and Government manufacturing, research and storage installations, protection of construction sites and the furnishing of bank guards. In addition, however, the Wackenhut Physical Security Division performs many services which are not associated in the public mind with a company which supplies guard services (and it is for this reason that the Company uses the term "Physical Security Division"), including the following:

Firefighting. Wackenhut furnishes to a number of its clients personnel trained in all aspects of firefighting, including the specialized field of controlling the spread of fires involving space age fuels. Installations to which Wackenhut furnishes firefighting personnel as well as security guards include the Kennedy Space Center in Merritt Island, Florida, adjoining Cape Kennedy, operated by the National Aeronautics and Space Administration (NASA).

Patrol Services. Motorized and foot patrols which periodically check office buildings, small industrial plants and private homes are provided to a substantial number of clients. In one major City outside of the continental United States the Company's night patrols gained such repute that the municipal police department placed advertisements in the newspapers urging citizens to call the police department rather than Wackenhut when in need of assistance. For the protection of areas surrounded by water, the Company provides boat patrols.

Municipal Police Departments. The Company operates the entire police departments for two small municipalities which have found it advantageous to contract with Wackenhut rather than maintaining their own police departments.

Physical Security Surveys and Planning. The Company surveys the properties of clients and prospective clients to determine all potential security problems and makes recommendations on perimeter fencing, lighting, electronic alarms, closed circuit television, control of visitors, documents and keys and the use of guard and "guardette" personnel. These surveys frequently also include recommendations for the protection of trade secrets and other proprietary information, the establishment or improvement of safety systems and procedures, and disaster and emergency planning.

Government Security Regulations. Wackenhut provides guidance to industrial concerns engaged in work requiring compliance with Department of Defense security regulations. Under this program Wackenhut prepares manuals detailing required security practices and procedures, provides security education programs required by Government regulations and assists the defense contractor in the screening of personnel, the preparation of security questionnaires and the destruction of classified waste, i.e. classified documents which are no longer required.

Rescue Services. Wackenhut provides, for industrial and Government clients, land and water rescue squads utilizing crash vehicles, ambulances and specially equipped patrol boats, and also furnishes personnel trained in first aid techniques.

Bank Security. The Company's services to its bank customers include, in addition to the furnishing of guard personnel, the physical planning of new facilities or buildings from the security standpoint, advice on the installation of physical security devices such as alarms and camera systems, security training of bank employees, pre-employment screening of money handling personnel and the setting up of internal audit controls and other systems to combat internal thefts.

Miscellaneous Services. Wackenhut also provides bus drivers, mail and package handlers, messengers and couriers, bodyguards and locksmiths.

Investigative Services

The staff of the Company's Investigative Division, which includes many former Special Agents of the Federal Bureau of Investigation, conducts investigations and surveillance for individuals, industrial organizations, attorneys, insurance companies, banks, retail establishments and other businesses. The Company's investigative work is done principally in the United States but frequently investigation in Western Europe, North Africa, the Middle East or Latin America is required; in most instances overseas investigative work is performed for the Company by correspondents (whose qualifications have been established to the Company's satisfaction) although in an occasional important case the Company will send its own personnel abroad.

Industrial organizations and other businesses call on Wackenhut's Investigative Division to assist them in determining the background and qualifications of executives and other personnel prior to hiring or promotion, to determine the reliability of current employees in positions of trust and to supply information on financial responsibility, payment practices and general reputation of other companies in connection with extensions of credit and the consideration of mergers and acquisitions. Wackenhut also provides undercover investigators who work temporarily as employees of the client for the purpose of discovering and preventing inside thefts such as employee pilferage, embezzlement and the disclosure of trade secrets to competitors. The Company's undercover investigators are also used to develop procedures and systems for the control of thefts, frauds and shortages and to report on working conditions, employee morale, adequacy of employee supervision and inefficient employee practices. Wackenhut also performs many different types of investigations for attorneys including location of missing heirs and the gathering of information to be used in litigation.

The Company's Investigative Division employs advanced scientific detection equipment and techniques, utilizing the services of private crime laboratories when chemical analyses and other specialized laboratory techniques are required. Polygraph (lie detector) examinations are given in connection with the evaluation of employees being considered for hiring or promotion and the determination of the guilt or innocence of personnel suspected of dishonest acts.

Special Services

Through its Special Services Division the Company provides alarm systems, counter business espionage (Wackenhut does not engage in business espionage), retail store protection, training programs for clients' personnel, hotel security and the operation of a central file containing background information on individuals and organizations.

Alarm Systems. The Company operates a central-station fire and burglar alarm system in the Los Angeles area which presently serves approximately 400 clients. Burglaries, fires and the occurrence of other events detrimental to the client's business, such as failure of refrigeration equipment, are recorded electronically at the Company's central station. The Company immediately notifies the municipal police or fire department and simultaneously dispatches a Wackenhut employee to the scene. In addition to its central-station alarm system in the Los Angeles area, the Company sells or leases and services automatic electronic alarm systems in other geographical areas. These systems are connected either to local

police and fire departments or to the customer's own security office (which may be manned by a Wackenhut guard), or to both.

Counter Business Espionage. In response to the rapid growth of business espionage and management's developing awareness of this problem, Wackenhut performs consulting services to a number of major corporations as to methods of detecting and preventing business espionage with particular emphasis on the protection of their research and development secrets. Wackenhut conducts electronic "sweeps" to counter business espionage through the detection of hidden microphones, telephone taps, radio transmitters and similar equipment placed by competitors or disloyal employees.

Retail Store Protection. A complete retail store protection program performed by Wackenhut for many companies combines a number of the services described above with the use of store detectives to combat shoplifting and the technique of "shopping" to determine the integrity of the store's cashiers and other employees. The principal purpose of the Company's retail store protection service is to reduce inventory shrinkage through the control of internal and external losses. Shopping teams supplied by Wackenhut also report to the store owner on such matters as stock supply, general store appearance, parking facilities, and the courtesy, knowledge and efficiency of sales clerks.

Training of Clients' Personnel. Wackenhut conducts training programs for security, firefighting, investigative and other personnel of business organizations and professional groups which prefer to utilize their own personnel to perform such services.

Hotel Security. Wackenhut has set up complete security systems for a number of major hotels and provides all uniformed and plainclothes security and investigative personnel required by these hotels.

Central Files. The Company maintains a central file of information on individuals and organizations to expedite personnel screening and other investigations requested by clients. This file presently contains over 2,500,000 names and names are being added at the rate of 10,000 per week. (The Company believes it is the only organization which can offer its clients a central file of this magnitude and full investigative services to supplement and verify information contained in these files.)

Publications

The Company prepares two monthly publications which are distributed without charge to clients and prospective clients as well as to the Company's employees. The Wackenhut Case Report contains summaries of actual cases compiled from the Company's files (with all names and places carefully disguised) to illustrate the investigative and security needs of business, industry and the professions and the manner in which these needs can be met by services offered by Wackenhut. The Wackenhut Security Review contains historical and current information about communist activities. It has a circulation of approximately 60,000 and was awarded the George Washington Honor Medal by the Freedoms Foundation at Valley Forge in 1962 and the Vigilant Patriots Award by the All-American Conference to Combat Communism in 1963 and 1965.

Customers and Sales

The Company had over 3,100 customers in 1965, ranging from customers for whom a single guard was provided or a single investigation conducted to customers utilizing several hundred of the Company's

guards along with the Company's investigative and other services. The Company's largest single customer in 1965, an agency of the United States Government which contracted for the Company's services for the first time in 1965, accounted for 17.7% of sales last year. The Company's second largest customer in 1965 accounted for 13.7% of sales in that year and 10.1% of sales in 1964. The Company's third largest customer, also a Government agency, accounted for 5.1% of sales in 1965 and 3.4% in 1964. No other single customer accounted for more than 2.2% of sales in either of the last two years. The Company's ten largest customers in 1965, representing approximately 46% of sales in 1965 and 28% in 1964, were (in alphabetical order and not necessarily in order of sales volume) the Atomic Energy Commission, Lockheed Aircraft Corporation, Mack Trucks, Incorporated, the National Aeronautics and Space Administration (NASA), National Airlines, Incorporated, Republic Aviation Division of Fairchild Hiller Corporation, Shell Oil Company, Tidewater Oil Company, Trans-World Airlines, Inc. and Westinghouse Electric Corporation's Astro-Nuclear Laboratory.

Most of the Company's guard service contracts with private business are for an initial term of one year and provide for automatic renewal from year to year unless terminated by either party. The Company's guard service contracts with private customers (other than subcontracts for services at Government installations) provide for payment on the basis of a specified amount per guard hour, subject to renegotiation in the event that the Company's costs are increased as a result of the enactment of any law or governmental regulation or order such as but not limited to a change in the applicable minimum wage under federal or state law. Higher hourly rates apply in the case of overtime hours requested by the client and in the event of strikes or other labor disputes.

Part of the Company's work at Government installations is performed under prime contracts with Government agencies and part is subcontracted to the Company by prime contractors. Contracts for work at Government installations are generally for a term of two or three years and provide either for a fixed price for the total services to be performed under the contract, for payment of a specified amount per guard hour or for reimbursement to the Company of its cost plus payment of a fixed fee. All Government contracts are subject to termination at the convenience of the Government. Profits on sales under Government contracts are subject to the Renegotiation Act of 1951. The part of the Company's business which is subject to that Act has been cleared through 1964 and no refunds have been required. Renegotiation proceedings with respect to 1965 have not been completed but the Company believes that no refunds will be required as a result of renegotiation for that year.

Employees

Guards and other personnel supplied by Wackenhut to its customers are employees of Wackenhut even though they may be regularly stationed at the customer's premises. Wackenhut has approximately 4,100 employees of whom approximately 3,800 are guards, firefighters and other personnel providing physical security services and the balance are management, supervisory, investigative and clerical personnel and technicians who install, service or operate alarm systems and other electronic equipment. Approximately 42% of the Company's nonsupervisory personnel are covered by collective bargaining agreements. Although the Company has been subjected to two strikes, neither of more than one month's duration, by an aggregate of approximately 600 employees, the Company's guard services to its customers were maintained throughout these strikes.

Twenty-one of the Company's management and investigative positions are held by former Special Agents of the Federal Bureau of Investigation, several of whom held supervisory positions with the Bureau—one as a Special Agent In-Charge, two as Inspectors, one as an Inspector In-Charge and another as Assistant Chief of the Liaison Section, Domestic Intelligence Division. Other Wackenhut management and investigative personnel have served with the National Security Agency, the Central Intelligence Agency and investigative and intelligence units of the United States Armed Services and with state and local police and fire departments.

Competition

The Company competes with three other nationwide companies, one of approximately the same size as Wackenhut and two appreciably larger (except that one of the two larger companies does not offer guard services to the United States Government or its agencies), and with many smaller local companies. To procure and keep clients for its physical security services the Company must also satisfy the client or prospective client that it is more advantageous for the client to purchase the services from Wackenhut than to hire, train and supervise employees and perform these services for itself. The Company believes that in many instances it provides guard services to clients at a lower cost than the client would normally incur in supplying such services with its own personnel, but in promoting its physical security services to clients and prospective clients the Company stresses the advantages of the careful training and expert supervision of Wackenhut guards and the reduction of problems due to guard absenteeism. (Wackenhut undertakes and is equipped to supply prompt replacement for its personnel when absent due to illness or otherwise, and also in most instances to furnish extra guards on short notice when required in emergency and other special situations.)

Contracts for guard and other services at Government installations are generally let by competitive bidding but the Government is permitted to and does consider factors other than price, such as the quality of the personnel and dependability of services offered by the bidder, in awarding such contracts. In most instances in which Wackenhut has been the successful bidder on Government contracts there have been one or several companies which submitted bids lower in price.

Regulation

Most of the states in which the Company does business, as well as some local Governments, require that licenses be procured by companies engaged in detective work. Many of these states and localities also require that companies providing guard services be licensed. In a number of jurisdictions the individual employees who are engaged in detective work or who serve as guards are required to procure a license in addition to the license required for the Company. Finally, many of the jurisdictions in which the Company operates require licenses in connection with the carrying of firearms.

The Company believes that it has procured the requisite licenses in every jurisdiction in which the nature of its business requires it to be licensed. No license issued to the Company has ever been revoked and no application for an original license or a renewal has ever been denied. None of these licensing statutes contains any provisions permitting the licensing authority to fix or regulate the Company's rates or charges. Accordingly, although the necessity of complying with a multitude and variety of licensing statutes and ordinances is an inconvenience to the Company these licensing requirements have not proved burdensome or interfered with the Company's business.

PROPERTY

The Company owns the building at 3280 Ponce de Leon Boulevard, Coral Gables, Florida in which its executive offices are located. The building, constructed in 1960, contains approximately 14,000 square feet of office space and was purchased by the Company in 1965 for \$160,000. During the five years preceding this purchase the Company occupied space in the building under lease. The land and building are subject to a 534% mortgage held by an insurance company on which the unpaid principal balance on the date of this Prospectus is \$154,826. The Company recently purchased, for \$69,645, an additional 12,500 square feet of land adjoining its headquarters building on which construction of an addition to the present building is planned in 1966 (see Application of Proceeds).

The Company also owns two adjoining buildings in Los Angeles which were acquired in 1964 as part of the assets of Dawn Patrol (see History). These buildings are subject to a 6% mortgage having an unpaid balance of approximately \$31,000. One of these buildings, containing approximately 5,500 square feet, is utilized as office space. The other building, containing approximately 6,500 square feet, is not presently required by the Company and is leased to others. The remaining offices used by the Company, containing an aggregate of approximately 21,000 square feet, are occupied under leases expiring at various dates to 1977. Annual rentals under these leases currently aggregate approximately \$25,000.

The Company owns, free and clear of all liens and encumbrances, the furniture and office equipment used in its offices, the uniforms, firearms and accessories utilized by its guard personnel and approximately forty motor vehicles, most of which are automobiles.

MANAGEMENT

The executive officers and directors of the Company are:

*George R. Wackenhut	President, Chairman of the Board and Director
*John S. Ammarell, Jr	Executive Vice President and Director
Robert M. Kirk	Vice President, Development
William Bitter, Jr	Vice President, Industrial and Personnel Relations
Ruth J. Wackenhut	Secretary
Victor P. Keay	Assistant Secretary
C. E. Moore	Treasurer
Mark W. Clark	Director
James M. Darbaker	Director
Ralph E. Davis	Director
Joseph V. Dillon	
Kenneth P. McNaughton	Director
*Will M. Preston	Director
Raymond A. Quadt	Director
Edward V. Rickenbacker	Director
Stanley J. Tracy	Director
Loyd Wright	Director

^{*} Member of the Executive Committee.

The principal occupation during the last five years of George R. Wackenhut and John S. Ammarell, Jr. has been their employment by the Company.

Robert M. Kirk has been employed by the Company since September 1961; before he joined the Company Mr. Kirk was Supervisor of Security for the T-1 Missile Site of the Martin Company, manufacturers of missiles and aerospace equipment, at Lowry Field Air Force Base, Denver, Colorado.

William Bitter, Jr. has been employed by the Company since June 1961; before joining the Company he was Personnel Director and Assistant Secretary of Maule Industries, Inc., Miami, Florida, a manufacturer of building materials and supplies.

Ruth J. Wackenhut has been Secretary of the Company for more than the past five years and has held no other employment during this period. Mrs. Wackenhut performs the formal duties of Secretary of the Company but receives no salary. The day-to-day operations of the office of the Secretary are performed by Victor P. Keay, an attorney, who joined the Company in February 1962. Prior thereto Mr. Keay was the Assistant Head of Security of the North Atlantic Treaty Organization (NATO) and Secretary of the NATO Security Committee in Paris, France.

C. E. Moore joined the Company in June 1962 upon the acquisition by Wackenhut of General Plant Protection Company, of which Mr. Moore was Treasurer and Comptroller.

General Mark W. Clark, USA (Ret.), was Commanding General of the Fifth Army in World War II and Commander-in-Chief of the Far East Command and the United Nations Command during the Korean War. After his retirement from military service on October 31, 1953 General Clark was President of The Citadel, The Military College of South Carolina, until his retirement last year.

James M. Darbaker is Chairman of the Board and a Director of Copperweld Steel Company and a director of the American Iron & Steel Institute.

Ralph E. Davis, who is Director, Western Region, of Wackenhut, was the principal owner of General Plant Protection Company which at the time of its acquisition by Wackenhut in 1962 was generally considered to be the fifth largest guard and security organization in the country.

Major General Joseph V. Dillon, USAF (Ret.), formerly senior partner of and now consultant to the law firm of Dillon & Dillon, is also Chairman of the Board of Southern Door Company. General Dillon was Air Provost Marshal, United States Air Force, and has represented the United States at several international conferences.

Major General Kenneth P. McNaughton, USAF (Ret.), formerly Vice President of and now consultant to Fairchild Camera & Instrument Corporation, was formerly Deputy Commander, Far East Air Forces, Guam.

Will M. Preston, formerly a senior partner of and now counsel to the law firm of Scott McCarthy Steel Hector & Davis, the Company's counsel, is Chairman of the Board and a director of Dade National Bank of Miami and a director of American Bankers Life Assurance Company of Florida. From time to time during the last several years, most recently in mid-1965, Dade National Bank of Miami has made short-term loans to the Company in various amounts not exceeding an aggregate of \$200,000 at any one time outstanding, at interest rates comparable to those then being paid by the Company to other banks.

Raymond A. Quadt is Vice President of Pascoe Steel Corporation and was formerly Chairman of the Board of Loud Company, a subsidiary of National Distillers and Chemical Corporation (of which he was a Vice President).

Edward V. Rickenbacker, who gained fame as the leading American ace of World War I, was, prior to his retirement, the Chairman of the Board and a director of Eastern Airlines.

Stanley J. Tracy, until recently Director of Alumni Relations for The George Washington University, was formerly an Assistant Director of the Federal Bureau of Investigation.

Loyd Wright, senior partner of the law firm of Wright, Wright, Goldwater & Mack, is a Past President of the American Bar Association and Honorary Life Chairman of the International Bar Association. In 1955 President Eisenhower appointed Mr. Wright Chairman of a 12-member Commission on Government Security created by Congress which conducted an intensive 18-month study of security problems and reported to Congress and the President in June 1957.

Remuneration

During 1965 George R. Wackenhut, as President and Chairman of the Board, received remuneration from the Company of \$46,800 and John S. Ammarell, Jr., as Executive Vice President, received \$33,280. All officers and directors of the Company as a group (consisting of 16 persons) received aggregate direct remuneration of \$120,845 for 1965. Mr. Wackenhut's salary in 1966 will be \$52,000 and Mr. Ammarell's will be \$36,920. As a result of these and other salary increases and the election of Messrs. Kirk and Bitter as officers in 1966, the aggregate direct remuneration expected to be paid to all officers and directors as a group in 1966 is approximately \$176,000.

STOCK OPTIONS

As of March 15, 1966 options to purchase 60,525 shares of Common Stock (as adjusted to reflect the recapitalization which became effective April , 1966), granted under the Company's Employee Stock Option Plan, were outstanding. These options were granted to executive and management personnel of the Company (no options having been granted to Mr. Wackenhut, however). Options granted prior to January 1, 1964 were intended to be "restricted stock options" and options granted on or after that date were intended to be "qualified stock options" as those terms are defined in §§422 through 424 of the Internal Revenue Code of 1954, as amended. The Plan provides that with respect to options granted prior to January 1, 1964 the option price shall be not less than 85% of the fair market value of the Common Stock on the date of grant and that with respect to options granted after December 31, 1963 the option price shall be not less than the fair market value of the Common Stock on the date of grant. There having been no established market price for the Common Stock prior to this offering, fair market value was determined by the Stock Option Plan Committee.

The options on 60,525 shares outstanding under the Plan expire at various dates from March 5, 1967 to September 30, 1970 and are exercisable at an average price of \$2.30 per share. These outstanding options on 60,525 shares included options held by officers and directors as follows: Mr. Ammarell held an option to purchase 15,000 shares at a price of \$1.68 per share granted March 5, 1962 and expiring March 5, 1967. All officers and directors as a group held options on an aggregate of 24,000 shares, including the 15,000 held by Mr. Ammarell; of these 24,000 shares, options on 15,000 expiring March 5, 1967 were exercisable at \$1.68 per share, options on 7,125 shares expiring September

5, 1967 were exercisable at \$2.83 per share and options on 1,875 shares expiring March 5, 1968 were exercisable at \$2.83 per share. The public offering price of the 247,300 shares of Common Stock being offered by this Prospectus is set forth on the cover page hereof.

The options described above expire on the earlier of the date five years from the date of grant or the date on which the optionee's employment by the Company is terminated (except that the estate or heirs of an optionee who dies while in the employ of the Company and more than 18 months after the date of grant may exercise his options until the date five years from the date of grant). None of these options is exercisable during the 18-month period following the date of grant and the Committee has the right to revoke any option during such 18-month period. During the optionee's lifetime these options may be exercised only by him; they are transferable only to the optionee's heirs or legatees upon his death. The optionee may purchase all or any part of the optioned shares by making payment in cash on the date of issuance of the shares, which must be within 90 days after the date on which the optionee notifies the Company of his election to exercise the option, or he may elect to purchase all shares optioned to him and pay for them on an installment basis by authorizing the Company to deduct the purchase price from his salary. Whenever the amounts deducted from the optionee's salary equal the option price for 100 shares, a certificate for that number of shares is issued to him so that no shares are issued until the Company has received payment in full therefor at the option price. Each option also provides that until March 4, 1972, shares purchased upon the exercise of the option may not be sold or transferred unless first offered to the Company at their then fair market value as determined by the Company and that upon termination of the optionee's employment by the Company (except by reason of his death) shares so purchased must similarly be offered to the Company and, if the Company elects not to purchase the offered stock, then it must be offered by the optionee to all other employees of the Company who have purchased stock pursuant to the Plan.

PRINCIPAL AND SELLING STOCKHOLDERS

The outstanding capital stock of the Company as of March 15, 1966 (as adjusted to reflect the recapitalization which became effective April , 1966) consisted of 139,300 shares of Common Stock and 646,700 shares of Class B Stock. George R. Wackenhut, founder and chief executive officer of the Company, and his wife, owned 124,600 shares of Common Stock and all of the Class B Stock. The 247,300 shares being offered by this Prospectus is Common Stock, of which 112,300 are issued and outstanding shares being sold by Mr. & Mrs. Wackenhut and 135,000 are newly issued shares being sold by the Company. Accordingly following this offering Mr. & Mrs. Wackenhut jointly will continue to own all of the 646,700 shares of Class B Stock, amounting to 70.22% of both classes combined, and Mr. Wackenhut individually will own 12,300 shares of Common Stock (4.48% of the Common Stock and 1.34% of both classes combined). The voting, dividend and other rights of each class of stock and the convertibility of the Class B Stock into Common Stock are summarized under The Offering and described in detail under Description of Capital Stock.

The following table shows, as of March 15, 1966 (as adjusted to reflect the recapitalization which became effective April , 1966), the stock ownership of Mr. & Mrs. Wackenhut (the only persons owning more than 10% of any class of capital stock of the Company) and of all directors and officers of the Company as a group, the number of shares of Common Stock being sold by Mr. & Mrs. Wackenhut

and the amount and percentage of stock to be owned by them and by officers and directors as a group following the sale to the Underwriters of the shares offered by this Prospectus.

	-Shares Owner	d as of March	15, 1966(1)— Per Cent of Both Classes Combined	Shares Being Sold Common	Shares t	o be Owned . Class B	After Sale Per Cent of Both Classes Combined (3)
George R. Wackenhut and Ruth J.	112,300	646,700	96.56%	112,300	None	646,700	70.22%
Wackenhut, his wife(2)							
George R. Wackenhut, Individually	12,300	None	1.56%	None	12,300	None	1.34%
All Officers and Directors as a Group	133,300	646,700	99.24%	112,300	21,000	646,700	72.50%

Notes:

- (1) As adjusted to reflect the recapitalization of the Company's stock which became effective April , 1966. Ownership is both record and beneficial in all cases:
- (2) These shares are owned jointly by Mr. & Mrs. Wackenhut, with right of survivorship. Mr. & Mrs. Wackenhut may be deemed to be "parents" of the Company as that term is defined under the Securities Act of 1933 as amended.
- (3) Based on 921,000 shares to be issued and outstanding upon the completion of this offering, which 921,000 shares will include the 135,000 shares of Common Stock being sold by the Company.

DESCRIPTION OF CAPITAL STOCK

The Company has two classes of capital stock: Common Stock (10¢ par value) and Class B Stock (10¢ par value). The Class B Stock is divided into five subclasses respectively called Series of 1967, Series of 1968, Series of 1969, Series of 1970 and Series of 1971, the only difference between such subclasses being the date on which they become convertible into Common Stock as described below.

Voting Rights

Each holder of Common Stock and of Class B Stock has one vote per share held. All vote as a single class except that, as required by law, stockholders vote separately by classes in case of proposed charter amendments which would adversely affect the rights of the holders of either class.

Dividend Rights

The holders of the Common Stock and Class B Stock are entitled to receive dividends when and as declared by the Board of Directors. Dividends on Class B Stock may be declared only simultaneously with the declaration of dividends on Common Stock, and dividends on Class B Stock (other than stock dividends) must be in the amount of 1% per share of the dividend per share on Common Stock.

Stock dividends on, or stock splits of, either class of stock may be paid or issued only in stock of that class, and only if parallel action is taken at the same time with respect to the other class, so that the number of shares of each class is increased in like proportion. Upon the declaration of any stock dividend each holder of Class B Stock of any Series is entitled to receive such dividend only in additional shares of the same Series; the same requirement applies to any stock split.

Conversion of Class B Stock

Each share of Class B Stock may at the option of the holder thereof be converted at the times herein stated into one share of Common Stock. The shares of Class B Stock are divided into five Series as

shown in the following table, each of which may not be converted prior to the date specified. There are 129,340 shares of each Series issued and outstanding.

...

Series	on or after:
1967	May 1, 1967
1968	May 1, 1968
1969	May 1, 1969
1970	May 1, 1970
1971	May 1, 1971

Class B Stock may not be converted during any period between the declaration of a dividend on the Common Stock and the record date for the payment thereof. Shares of Class B Stock surrendered for conversion are cancelled and may not be reissued. When all outstanding shares of Class B Stock have been converted, the authorization for shares of Class B Stock automatically terminates and no additional shares of Class B Stock may thereafter be issued.

Liquidation Rights

The holders of Common Stock and Class B Stock participate equally, share for share, in any liquidating distribution to stockholders.

Non-cumulative Voting

The Company's certificate of incorporation does not provide for cumulative voting which means that the holders of more than 50% of the total number of shares of both classes (which vote as a single class for the election of directors) can elect all of the directors and the holders of the remaining shares will not be able to elect any directors. Following this offering George R. Wackenhut and his wife will own approximately 71.55% of the total number of shares of both classes combined.

Reports to Stockholders

The Company intends to furnish to its stockholders annual reports containing certified financial statements. Special reports may be issued concerning events of major significance but the Company does not intend to adopt a policy of issuing regular interim reports.

Miscellaneous

Stockholders are not liable for assessments or further costs and do not have preemptive rights. First National City Bank, New York, New York and The First National Bank of Miami, Miami, Florida, are the Transfer Agents of the Common Stock.

LITIGATION

Aside from certain actions which are believed to be fully covered by the Company's liability insurance and are being defended by its insurance carriers, the only significant lawsuits pending against the Company are a number of related actions instituted in the Superior Court of San Juan, Puerto Rico on and after March 31, 1964 by or on behalf of approximately 600 employees or former employees of the Company for certain additional wages claimed by the plaintiffs to be due primarily for double time pay in lieu of a one hour lunch break required by a Puerto Rican law enacted on June 27, 1961. The major portion of the plaintiffs' claims relates to the statutorily required "lunch break" pay for the period

between the enactment of the legislation and action by the Puerto Rican Secretary of Labor granting a reduction in the required lunch break period for the Company's guard employees. (The Company cannot permit its guards to leave their posts for a one hour lunch period because they are widely scattered at various locations and it is not feasible to provide relief guards.) Although the plaintiffs in these actions have sued for amounts which in the aggregate are substantial they concede that they do not know the amounts actually owed to them. According to the Company's records its aggregate liability to all of its employees and former employees (and their counsel, who under Puerto Rican law can collect their fees from the Company as defendant in these actions) for "lunch break" pay is approximately \$25,000 and all of these pending lawsuits and certain claims raising the same issues are expected to be settled for not more than that amount.

UNDERWRITING

The Underwriters named below, for whom Francis I. duPont, A. C. Allyn, Inc. is acting as Representative, have severally agreed, subject to the terms and conditions of the Purchase Contract, to purchase severally and not jointly from the Company and the Selling Stockholders the respective percentages of the 13,800 shares of Common Stock being offered by the Company to employees and directors which are not purchased by employees or directors, and of the remaining 233,500 shares, set forth below opposite their respective names:

	Underwriter			Address	Percentage of Shares
Francis I.	duPont, A. C. All	yn, Inc.	One Wall Street	, New York, N. Y	7. 10005
		a Taligate gajatika eki Galamaka bilanca ad			

Total <u>100.00</u>%

The offering of the Common Stock is made subject to receipt and acceptance thereof by the Underwriters and subject to prior sale and to the right to withdraw, cancel or modify the offering without notice. The Underwriters are committed to take and pay for all of the shares offered hereby (other than shares, not in excess of 13,800, purchased by employees or directors) if any are taken. The Company and the Selling Stockholders have agreed to indemnify the Underwriters against certain liabilities, including liabilities under the Securities Act of 1933. The Purchase Contract provides that the Company and the Selling Stockholders will each pay their pro rata share of the expenses of the offering except that each will bear his own stock transfer tax expense.

The Underwriters propose to offer part of the shares being acquired by them directly to the public at the initial public offering price set forth on the cover page of this Prospectus and part to dealers at a price which represents a concession not in excess of ϕ per share under the public offering price. The Underwriters may allow and such dealers may reallow a concession of not in excess of ϕ per share to certain brokers and dealers. After the initial public offering, the public offering price and concession may be changed.

Of the 135,000 shares to be sold by the Company, 7,500 will be offered by the Company to employees of the Company and 525 shares will be offered by the Company to each of its directors (other than Mr. Wackenhut) at the price to employees and directors designated on the cover page of this Prospectus. Any of the 6,300 shares offered to the directors which are not purchased by them will be added to the 7,500 shares offered to employees. In case of an over-subscription by employees, the Company will allocate the aggregate number of shares offered to employees in its discretion. Any of the 13,800 shares being offered to employees and directors not subscribed for by them by the time and date shown on the cover page of this Prospectus will be purchased by the Underwriters from the Company, together with the 233,500 shares not being offered to employees or directors and being acquired by the Underwriters from the Company and the Selling Stockholders, and will be offered by the Underwriters to the public offering price.

LEGAL OPINIONS

Legal matters concerning the offering are being passed upon for the Company and the Selling Stockholders by Messrs. Scott McCarthy Steel Hector & Davis, First National Bank Building, Miami, Florida and for the Underwriters by Messrs. Carter, Ledyard & Milburn, 2 Wall Street, New York, New York. Will M. Preston, a director of the Company, is counsel to the firm of Scott McCarthy Steel Hector & Davis.

EXPERTS

The financial statements and schedules included in this Prospectus and elsewhere in this Registration Statement have been examined by Arthur Andersen & Co., independent public accountants, as indicated in their opinions with respect thereto, and are included herein or in the Registration Statement in reliance upon the authority of said firm as experts in giving said opinions. Reference is made to said opinion which is qualified with respect to the consummation of the proposed recapitalization referred to in Note 11 to the Consolidated Financial Statements.

OPINION OF INDEPENDENT PUBLIC ACCOUNTANTS

To THE WACKENHUT CORPORATION:

We have examined the consolidated balance sheet of The Wackenhut Corporation (a Florida corporation) and its subsidiary as of December 31, 1965, and the related consolidated statements of income (included under the heading "Consolidated Statements of Income" herein) and surplus for the five years then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As set forth in Note 2 to the consolidated financial statements, the Company and its subsidiary have consistently maintained their accounts and filed their income tax returns on a cash basis. However, the accompanying consolidated financial statements have been prepared by the Company and its subsidiary on the accrual basis of accounting by the application of memorandum entries to the cash basis financial statements to reflect uncollected billings, unbilled services, and accruals for payrolls, taxes and other expenses.

In our opinion, subject to the consummation of the proposed recapitalization referred to in Note 11 to the consolidated financial statements, the accompanying consolidated balance sheet and consolidated statements of income and surplus present fairly the financial position of The Wackenhut Corporation and its subsidiary as of December 31, 1965, and the results of their operations for the five years then ended, in conformity with generally accepted accounting principles consistently applied during the periods.

ARTHUR ANDERSEN & Co.

Atlanta, Georgia, March 9, 1966

CONSOLIDATED BALANCE SHEET

December 31, 1965

ASSETS

CURRENT ASSETS:		
Cash		\$ 218,501
Accounts receivable, less \$114,901 reserve for doubtful accounts		3,791,881
Due from officer and employees		15,728
Prepaid expenses, etc.		286,003
Total current assets		\$4,312,113
PROPERTY AND EQUIPMENT, at cost, partially pledged (Notes 5 and 6):		
Land	\$202,040	
Buildings		
Furniture and equipment, etc.	560,747	
	\$925,787	
Less—Reserves for depreciation and amortization	(216,968)	708,819
Other Assets:		
Cost in excess of book value of net assets acquired (Note 4)	\$561,239	
Uniforms and accessories (Note 3)	315,908	
Other	42,653	919,800
		\$5,940,732
LIABILITIES		
CURRENT LIABILITIES:		
Notes payable, including current installments on long-term notes (Note 6)		\$ 22,284
Accounts payable—trade	•••••	46,241
Accrued expenses—		204.045
Salaries and wages		391,347
Taxes other than income taxes		19,538
Other		19,609
Accrued income taxes (Note 2)—		
Taxes payable on cash accounting basis		1.541.001
Taxes applicable to accrual accounting adjustments		1,541,201
Total current liabilities		\$2,040,220
LONG-TERM NOTES PAYABLE, less current installments (Note 6)		2,177,246
COMMITMENTS AND CONTINGENCIES (Notes 7 and 10)		
SHAREHOLDERS' INTEREST (Notes 6, 8 and 11):		
Common Stock, par value 10¢ per share—		
Authorized, 8,500,000 shares		
Outstanding, 131,800 shares	\$ 13,180	
Class B Stock, par value 10¢ per share—		
Authorized, 1,500,000 shares		
Outstanding, 646,700 shares	64,670	
Capital surplus	2,420	
Capital surplus Earned surplus		1,723,266

The accompanying notes to financial statements are an integral part of this balance sheet.

CONSOLIDATED STATEMENTS OF SURPLUS

For the Five Years Ended December 31, 1965

	Year Ended December 31				
	1961	1962	1963	1964	1965
EARNED SURPLUS:			. —		* -
Balance at beginning of year	\$ 78,077	\$243,737	\$387,478	\$ 665,616	\$1,003,189
Net income	209,060	143,741	278,138	337,573	665,757
	\$287,137	\$387,478	\$665,616	\$1,003,189	\$1,668,946
Transfer to capital in connection with a stock split effected in the form of a 700% stock dividend	(43,400)				
Transfer to capital in connection with a three-for-two stock split (Note 11)		9 4 9			(25,950)
Balance at end of year	\$243,737	\$387,478	\$665,616	\$1,003,189	\$1,642,996
Capital Surplus:					
Balance at beginning of year	\$ —	s —	\$ —	\$ _	\$
Proceeds in excess of par value of 1,500 shares of common stock issued under stock options.					2,420
Balance at end of year	\$	\$	\$ —	\$	\$ 2,420
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The accompanying notes to financial statements are an integral part of these statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(1) Basis of Consolidation:

The consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary. All intercompany transactions and balances have been eliminated in consolidation.

The excess of underlying book value over the Company's investment in its subsidiary (\$116,699) at December 31, 1965, has been credited to earned surplus in consolidation.

(2) MEMORANDUM ENTRIES FOR UNCOLLECTED BILLINGS, UNPAID EXPENSES, Etc.:

The companies have consistently maintained their accounts and filed their income tax returns on a cash basis. Memorandum or statistical records are kept of uncollected billings, unpaid expenses, etc. The consolidated financial statements included herein have been prepared on the accrual basis of accounting by application of memorandum entries to reflect uncollected billings, unbilled services, and accruals for payrolls, taxes and other expenses.

The estimated liability for Federal and state income taxes that would ultimately be payable in the event that the assets (reflected by the memorandum entries) are converted into cash and all liabilities liquidated, has been recognized in the accompanying consolidated financial statements. The companies have accumulated cash-basis losses of approximately \$565,000 and the accompanying consolidated financial statements therefore reflect no provision or liability for income taxes payable on a cash basis.

The companies will not be required to pay any income taxes until the future taxable cash receipts exceed tax-deductible expenses by more than \$565,000 (as discussed in the preceding paragraph, the companies have accumulated cash-basis losses of approximately \$565,000).

(3) RETROACTIVE CHANGE IN ACCOUNTING FOR UNIFORMS AND ACCESSORIES:

The consolidated statements of income and earned surplus for the four years ended December 31, 1964, as previously reported, have been retroactively restated based upon operating experience to reflect amortization of uniforms and accessories principally over a two-year period instead of a one-year period. This change resulted in a restatement of net income and earned surplus but did not have a significant effect on the amounts previously reported.

(4) Cost in Excess of Book Value of Net Assets Acquired:

The cost in excess of book value of net assets acquired from certain companies in prior years is not being amortized because in the opinion of management of the Company there has been no diminution in the value and there is no indication of a limitation in the useful life thereof.

(5) PROPERTY AND EQUIPMENT:

The Company and its subsidiary use the straight-line method of providing for depreciation of property and equipment at annual rates applied to the cost of the assets. The estimated lives used in computing depreciation during the three years ended December 31, 1965, were as follows:

	Years
Buildings	20-331/3
Furniture, fixtures and equipment	5-10
Automobiles and trucks	3
Alarm systems	331/3
Communications equipment, etc.	
Leasehold improvements	Term of leases

The costs of maintenance and repair of property and equipment are charged to expense as incurred. Costs of renewals and betterments are capitalized in the property accounts. When properties are replaced, retired, or otherwise disposed of, the cost of such properties and the accumulated depreciation are deducted from the asset and depreciation reserve accounts. The related profit or loss, if any, is recorded in the income account.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS—(Continued)

(6) NOTES AND COLLATERAL:

Notes payable consisted of the following at December 31, 1965:

Interest Rate	Total	Current	Long-Term
5¾ %	\$ 156,575	\$ 7,149	\$ 149,426
6%	42,955	15,135	27,820
61/4 %	2,000,000		2,000,000
그 사용 - 그런 시간 등록 등에 취임되었다. 그 그 그 경고의 소리를 보고 있다. 기업 기업 등을 보고 있다.	\$2,199,530	\$22,284	\$2,177,246
입문이 되었다는 선생님 박활하다 다셔요.	====	=====	=======================================

Certain land and buildings (cost \$260,000) are mortgaged as collateral for the 5%% and 6% notes.

The 64% note payable to Bank in the amount of \$2,000,000 is due April 30, 1968, and is guaranteed by the President of the Company (who is also the principal stockholder) and his wife. The Bank has agreed to release this personal guaranty when funds from the proposed public offering are received by the Company. The terms of the related loan agreement provide, among other things, that the Company will not:

- (a) Permit net worth, as defined to be less than \$1,000,000.
- (b) Permit the outstanding amount of the loan to exceed 80% of total accounts receivable which are not more than 90 days old.
 - (c) Create indebtedness except as permitted in the loan agreement.
 - (d) Permit total liabilities to exceed specified percentages of certain assets.

Reference is made to APPLICATION OF PROCEEDS and CAPITALIZATION herein for additional information.

(7) COMMITMENTS AND CONTINGENCIES:

A part of the companies' sales are made under Government contracts subject to final statutory renegotiation. It is the opinion of management that no refund of profits will be required under renegotiation.

The companies lease office space under leases expiring between 1968 and 1977. Annual rentals under the leases total approximately \$25,000 through 1967 with declining amounts thereafter.

(8) STOCK OPTION PLANS:

The Company has a "restricted stock option plan", approved by the stockholders in 1962, whereby options were granted to certain key employees to purchase the Company's common stock at not less than 85% of the fair value (as determined by a Committee of the Board of Directors) of the shares at the date of grant. Under the terms of the Stock Option Agreement, the options are exercisable eighteen months from date of grant. The options expire five years from date of grant or upon termination of employment (except in the case of death), whichever first occurs. This plan was superseded by the adoption in 1964 of a "qualified stock option plan" (described below); consequently, no further options will be granted under this plan. Additional information related to shares subject to option under the "restricted stock option plan" is summarized below:

OPTIONS OUTSTANDING AT DECEMBER 31, 1965:

	Number Option Price	Fair Value
Granted during:	of Shares Per Share	Aggregate Per Share Aggregate
1962	59,250 \$1.68 and \$2.83 \$	110,353 \$1.97 and \$3.33 \$129,670
1963	7,875 2.83 and 3.12	23,602 3.33 and 3.67 27,750
Total outstanding	<u>67,125</u>	133,955 \$157,420

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS—(Continued)

OPTIONS WHICH BECAME EXERCISABLE:

	Number	Option P	rice	Fair Value	
	of Shares	Per Share	Aggregate	Per Share	Aggregate
Exercisable during:					
1963	51,375	\$ 1.68	\$ 86,310	\$3.12	\$160,290
1964	12,750	2.83	36,125	3.56 and 4.00	46,87 5
1965	4,500	3.12	14,040	5.67	25,500
	68,625		\$136,475		\$232,665
					
OPTIONS EXERCISED:					
	Number of Shares	Per Share	rice	Fair Valuat Dates Exer	
Exercised during:					
1965	1,500	\$1.68	\$ 2,520	\$5.67	\$ 8,500

In September, 1964, the stockholders approved a "qualified stock option plan" whereby options for the purchase of common stock may be granted to certain key employees at not less than 100% of the fair value (as determined by a Committee of the Board of Directors) of the shares at the date of grant. The options are exercisable eighteen months from date of grant and expire five years from date of grant or upon termination of employment (except in the case of death), whichever first occurs. Additional information related to shares subject to option under the "qualified stock option plan" is summarized below:

OPTIONS OUTSTANDING AT DECEMBER 31, 1965:

•	Number	ber Option Price		Fair Value		
	of Shares	Per Share	Aggregate	Per Share	Aggregate	
Granted during:						
1964	4,275	\$4.00	\$17,100	\$4.00	\$17,100	
1965	1,125	5.67 and 8.27	8,520	5.67 and 8.27	8,520	
Total outstanding	5,400		\$25,620		\$25,620	

None of the options granted under the "qualified stock option plan" were exercisable at December 31, 1965.

The Company's stock is closely held and has not been traded during the periods in which options were granted, became exercisable and were exercised. A Committee of the Board of Directors determines the fair value of the Company's common stock based on various considerations including earnings per share, book value, etc.

A total of 84,000 shares of the Company's common stock is reserved for the stock option plans. Options for 72,525 shares of common stock had been granted and were outstanding at December 31, 1965.

The above option prices, market values per share and the number of shares have been adjusted for the stock split approved by stockholders on March 7, 1966—see Note 11.

The Company follows the procedure of recording proceeds in excess of the par value of shares of common stock issued under stock options as capital surplus and no charges have been reflected in income with respect to these options.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS—(Concluded)

(9) SUPPLEMENTARY PROFIT AND LOSS INFORMATION:

The following amounts have been included as deductions in the statements of income under the caption "other operating expenses":

	1963 Year	Ended December 1964	1965
Maintenance and repairs	\$151,549	\$149,831	\$166,238
Depreciation and amortization	63,153	64,859	73,220
Rents	100,058	88,931	78,302
Management and service contract fees and royalties			

(10) Acquisitions Subsequent to December 31, 1965:

Reference is made to History herein for information relating to certain acquisitions subsequent to December 31, 1965.

(11) RECAPITALIZATION:

Pursuant to a plan of recapitalization approved by stockholders on March 7, 1966, to become effective April 1966, the following transactions occurred:

- (a) The Common Stock outstanding was split 3 for 2 which resulted in an additional 259,500 shares of Common Stock outstanding as of December 31, 1965. For each share issued as a result of this distribution the sum of 10¢, the par value, was transferred from the Company's earned surplus account to its Common Stock account. Accordingly, based on common shares outstanding at December 31, 1965, the earned surplus account was reduced by \$25,950 and the Common Stock account was increased by \$25,950.
- (b) The then outstanding Common Stock of the Company was exchanged (and thereafter retired and cancelled) for 131,800 shares (as of December 31, 1965) of Common Stock, 10¢ par value, and 646,700 shares (as of December 31, 1965) of Class B Stock, 10¢ par value.

The plan of recapitalization described above has been reflected in the consolidated financial statements as of December 31, 1965.

Common Stock and Class B Stock are identical except that dividends on Class B Stock are limited to 1% per share of the dividend per share on Common Stock. The Class B Stock is convertible into Common Stock on a share-for-share basis to the extent of 129,340 shares each year commencing May 1, 1967. The Company has reserved 646,700 shares of Common Stock for conversion of the Class B Stock.

247,300 Shares

Common Stock (10¢ Par Value)

Until , 1966 (90 days after the date of this Prospectus) all dealers effecting transactions in the registered securities, whether or not participating in this distribution, may be required to deliver a prospectus. This is in addition to the obligation of dealers to deliver a prospectus when acting as underwriters and with respect to their unsold allotments or subscriptions.

The Wackenhut Corporation

The Company has filed with the Securities and Exchange Commission, Washington, D. C. a Registration Statement under the Securities Act of 1933 with respect to the securities offered by this Prospectus. This Prospectus does not contain all of the information set forth in the Registration Statement. For further information with respect to the Company and such securities, reference is made to the Registration Statement and to the exhibits and schedules filed therewith. Each statement made in this Prospectus referring to a document filed as an exhibit to the Registration Statement is qualified by reference to the exhibit for a complete statement of its terms and conditions.

PROSPECTUS

Dated

, 1966

Francis I. duPont, A. C. Allyn, Inc.

			June 3, 1966	
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Hialeah, Flo	rida 33010	B. APPROX	6. 19 mg	
Dear				
	Mr. Hoov	er received your	· letter of May 26	th as
he was prepa	ring to leav	e the city. He a	sked me to advis	e you
that he canno	t be of assis	stance in this ma	tter.	
	8	Sincerely yours	•	
		•		
		Helen W. Gandy Secretary		
	SAC: Attac pondent indi		o your office for perated with the	
NOTE: Bufi	les disclose	no record identi	fiable with corre	spondent.
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Hialeah, Fla. 33010 May 26, 1966

Mr. Edgard Hoover Director of the FBI Washington, D.C.

Dear Mr. Hoover:

After working for five years as with the Wackenhut Corporation, 3280 Ponce de Leon, Coral Gables, Miami, I was dismissed last December 1965 after having recovered from an accident I encountered while performing my duties.

During those five years I discharged my duties faithfully and without any complaints on their part, and the company was always helpful when I needed it and this I always remember and appreciate.

Since I was dismissed in December 1965 I have been unable to find a job, perhaps because I am 60 years old, and by now my savings are all gone and credit too, and therefore I am in a very difficult situation. I consider myself healthy and physically fit to earn my own living and not have to depend on the Welfare.

In the past I have collaborated with the Immigration authorities and the FBI in Miami and I am most anxious to continue doing so, especially with the FBI.

The purpose of this letter, Mr. Hoover, is to request your kind assistance to see if it would be possible for you to write to Mr. George Wackenhut of the Wackenhut Corp. and request that they employ me again in the assurance that they can count on my extreme loyalty and faithful service at all times.

Thank you in advance for your kind attention to this letter

none office

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CORREGIONDE

DO-6

OFFICE OF DIRECTOR

FEDERAL BUREAU OF INVESTIGATION

UNITED STATES DEPARTMENT OF JUSTICE

July 18, 1966

The attached was sent to the Director from The Wackenhut Corporation, 3280 Ponce de Leon Boulevard, Coral Gables, Florida.

No reference is made to the Director or the FBI.

MR. GALE

MR. ROSEN

MR. SULLIV

MR. TAVEL

MR. TROTTER

MR. JONES

TELE. ROOM

MISS HOLMES

MISS GANDY -

MR. CASPER

mjm

| ENCLOSURE

W

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Vol. 6, No. 7

July 1

COMMUNISM and YOU!

"We seek to build a new left in America ... A new left must start controversy across the land."

- Students for a Democratic Society

-COMMUNIST ATTACK-ON-YOUTH--XVI

In March 1966, Joffre Stewart, a self-styled "anarchist-pacifist" from Chicago, visited the campus of Purdue University in West Lafayette, Indiana, where, according to newspaper reports, he was the guest speaker at a rally sponsored by the campus chapter of the Students for a Democratic Society (SDS).

He was there to encourage students to "uproot the power structure completely" and to urge their participation in a Chicago "peace" demonstration protesting U.S. actions in Vietnam. An eyewitness reporter of "The Indianapolis News" said Stewart graciously agreed not to burn the American Flag at the meeting, then:

"Unfurling a small American Flag approximately 18 by 12 inches, rolled on a 24-inch stick, Stewart said: 'I said I wouldn't burn the Flag tonight and I won't.' Turning to a 45-degree position facing away from the audience, standing to the right of the podium, Stewart spit twice on the Flag. He then assun position to the left of the podium, again at a 45-degree angle...Stewart again spit twice on the flag. He then tore the American Flag apart, threw the American Flag to the ground and stepped on it."

The SDS chapter chairman, following Stewart's talk, reportedly appealed for new members as promised "more speakers of this type." United Press International reported: "The Purdue University Student Government, Thursday (March 24) expressed shock at the tearing and stomping of the American Elag at a campus rally. The university meanwhile investigated the incident which took place at a meeting held by Students for a Democratic Society (SDS). The organization has been in the forefront of 'New Left' groups protesting the U.S. involvement in the war in Viet Nam."

Out on the West Coast, the SDS Regional Office in Los Angeles issued a January 24, 1966, bulletin to members only. After calling for an all-day meeting January 29 to discuss nationwide demonstrating against U.S. Vietnam policy and the draft, the bulletin thoughtfully offered the following advice from its Chicago office: "Recent reports from the Grand Ole SDS Bureaucracy in Chicago include the following suggestion:

"There are always people interested in smashing any SDS chapter, the whole movement, if possible. We must, if we are to bring about the social revolution we want, operate with an awareness of the society surrounding us. In specific terms, that means that society disapproves and even has laws against the sexual habits and the use of drugs as practices by many SDS members. I certainly do not advocate abstinence in these matters, but merely an awareness that society is not only against it in opinion, but can act on that opinion."

PENELL AWARDS: GEORGE WASHINGTON HONOR FEEDOMS FOUNDATION AT VALLEY FORGE

Such SDS advice perhaps explains why one California coed found it necessary to set up a n campus with the helpful sign: "Information on Abortions?"

Who is this crowd? SDS is one of the "Big Three" in the New Left movement, along with .E.B. DuBois Clubs and the Student Non-violent Coordinating Committee. According to the "National dian," pro-Communist weekly, "The largest group and by far the most influential organization of this ly defined 'new left' is the Students for a Democratic Society, which claims more than 4,000 activists out 80 chapters and communities. While formerly the student department of an old left organization, (ocialist) P(arty) -oriented League for Industrial Democracy, SDS has broken all but paper ties to its not since its reorganization at Port Huron, Michigan, in June 1962."

At that meeting the SDS advocated, among other things, universal disarmament with the recement machinery placed under the United Nations and the gradual transfer of national sovereignties to machinery. What the SDS wants on the home front was quoted by national columnist James J. Kilpatrick, reported that "Mr. (Todd) Gitlin, the SDS man, is churning with ideas: 'Slums should be rebuilt according lans adopted by the residents, with capital provided from public funds and labor from the neighborhood. fare programs should be supervised by the recipients, until welfare becomes superfluous because a decent one is guaranteed for all who will not or cannot work. The mass media should be opened to all comers... tical candidates should be publically subsidized. The university's curricular and extracurricular decisions all be up to students and faculty alone.'"

Judging by public statements of its officials, SDS likes to pretend Communism is dead in the as far as students are concerned, but whereas it had previously barred "advocates and apologists" of litarianism and denounced "authoritarian movements both of Communism and the domestic right," this guage was dropped in June 1965. When asked if he were a Communist, one SDS leader refused to answer. mas Hayden, an SDS founder, created headlines when he accompanied Communist Herbert Aptheker and e Professor Staughton Lynd to North Vietnam.

An SDS field representative told University of Virginia students: "We've been taught that nmunism is a bad system. Why shouldn't there be a Communist on the faculty here? What's wrong with ng a Communist? We've got to say that we'll work with whoever has the same ideas we have."

These ideas have included publishing an "Organizer's Handbook" for demonstrations of all es, sponsoring a 1965 Easter protest march on the White House that drew 15,000 persons, attempting to vent an ROTC awards ceremony, calling for massive violations of the 1917 Espionage Act and distributing tructions to college students on how to beat the draft: "Refuse to sign the loyalty oath...Play the mosexual bit...Be an epileptic...Play psycho...Arrive drunk...Really look dirty...Stink...Tell them wet the bed when you're away from home..."

While the SDS has been criticized by its own parent organization, it is evidently viewed with proval by Gus Hall, general secretary of the Communist Party, USA. Hall invited both the SDS and the udent Non-violent Coordinating Committee to attend the Party's eighteenth national convention in New brk City.

The Wackenhut Corporation is a national investigative and security organization with 26 offices stending from Puerto Rico to Hawaii. It also operates in Venezuela through a 50% owned subsidiary company. Cutely aware of the threat of Communism, it presents whis series of articles to its friends and employees as an fucational service. For additional copies, **130** had:

OPTIONAL FORM NO. 10 MAY 1962 EDITION GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

Memorandum

то

M Director, FBI (62-107335)

DATE: 9-15-66

Mr. Del &

Mr. Callahan

Mr. Conrad

Mr. Sullivan Mr. Tavel Mr. Trotter

Tele. Room_

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b7C

b7C

Mr. Felt Mr. Gule ! Mr. Rosen!

Mr. Mohr

FROM

SAC, Miami (66-2466)

SUBJECT:

THE WACKENHUT CORPORATION
3280 Ponce de Leon Boulevard
Coral Gables, Florida
GEORGE R. WACKENHUT, President

Miss Holmes Miss Gandy Miss Gandy Miss Gandy Miss Gandy Miss Gandy Miss Holmes Miss Holmes

EXCERT UPTER SHOWN

UTAER

On September 14, 1966, GEORGE WACKENHUT, accompanied by former Special Agent, came to the Miami Office and advised me that the Wackenhut Corporation has been retained by LUCIUS J. CUSHMAN, who is the Special Assistant to the State Attorney handling the Grand Jury that is probing corruption and crime in Dade County.

Both and WACKENHUT advised they understand fully the Bureau's position in connection with information contained in Bureau files, but felt that the Bureau should know that their corporation has been hired to assist CUSHMAN. WACKENHUT pointed out they have some specific cases which CUSHMAN has given them in connection with local corruption. They informed me they did not particularly want the assignment but felt it was their civic duty.

WACKENHUT assured me that any information coming to his attention of a Federal nature would be immediately made available to the Miami Office.

2 - Bureau 1 - Miami FAF:mjs

EX-113 62-107335-101

CELLIE ENGER

REC- 23 18 SEP 23 1966

5 F SEP 29 1966

To:

SAC, Miami

From:

Director, FBI

WACKENHUT CORPORATION BOARD OF DIRECTORS MEETING 12/5/66 AT KEY LARGO, FLORIDA ALL ENVORMATION CONTAINED
FUNDAMENT OF UNDERSTREED
FROM UNDERSTORM
OFFICIALSE

GOVERNOR-ELECT CLAUDE R. KIRK, JR. OF FLORIDA

Former Assistant Director Stanley Tracy, member of the Board of Directors of the Wackenhut Corporation, yesterday advised an official of the Bureau as follows:

The Board of Directors of the Wackenhut Corporation met at Ocean Reef Motel, Key Largo, Florida, on 12/5/66. The meeting was attended by Governor-elect Claude R. Kirk, Jr., who arranged to hire the Wackenhut Corporation to conduct background investigation of all his appointees and to conduct investigation in Dade and Broward Counties of persons in public life under suspicion for bribery, malfeasance in office, etc. Mr. Tracy advised that the Wackenhut people turned down the Governor-elect's request to conduct a survey into crime conditions in general in Florida. It was agreed at the meeting that any information coming to the attention of the investigators which would be of interest to the FBI would be immediately brought to the attention of the Special Agents in Charge of the three Florida FBI Offices.

MAILED B DEC 8 1966 COMM-FBI

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Mohr Wick Casper

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Callahan Conrad - 1 - Jacksonville DEC 16 1966

1 - Tampa

REC- 47 X-103 62-107335

NOTE: See Wick to DeLoach memo 12/8/66 re "Governor-elect Claude R. Kirk, Jr. (Rep. - Florida); Wackenhut Corporation; Former Assistant Director Stanley Tracy.)

1 - Mr. Mohr

1 - Mr. Gale 1 - Mr. Jones

1 - Mr. Callahan

REW:mls (11)

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Airtel to SAC, Miami RE: WACKENHUT CORPORATION

The foregoing is being brought to your attention in the event you are contacted by either the Governor-elect or any personnel of the Wackenhut Corporation. You should, of course, accept any information offered, maintain a circumspect position, and advise the Bureau of any developments in this matter.

UNITED STATES G VERNMENT

Memorandum

TO

Mr. DeLoacl

DATE:

12/8/66

FROM

R. E. Wick

ALL INECRMATION CONTAINED FERRIN IS UNCLASSIFIED Gandy

SUBIECT:

GOVERNOR-ELECT CLAUDE R. KIRK. JR.

(REPUBLICAN - FLORIDA);

WACKENHUT CORPORATION:

FORMER ASSISTANT DIRECTOR STANLEY TRACY

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Conrad

Tavel Trotter Tele, Room

At 10:15 a.m., 12/7/66, former Assistant Director Stanley Tracy came in to see me. He said that on 12/5/66 he attended a meeting of Board of Directors of the Wackenhut Corporation at the Ocean Reef Motel, Key Largo, Florida. Among other Board members attending, in addition to Tracy, were former FBI Inspector Vickeay and, of course, Wackenhut himself, also a former FBI Agent.

Tracy said that also attending the meeting was Claude R. Kirk, Jr., Governor-elect of Florida, who defeated the current Miami Mayor. Robert King High. Kirk will take office next month.

Tracy pointed out that Governor-elect Kirk has asked the Wackenhut Corporation to do three things: (1) Conduct background investigation of all the new Governor's appointees. (2) Conduct an investigation in Dade and Broward Counties in Florida of those public officials and other individuals who the Governor-elect believes to be under suspicion for corruption such as taking bribes, malfeasance in office, etc. (3) Inquire into crime conditions generally in the State of Florida.

Tracy said he definitely convinced the Board of Directors. as well as the Governor-elect, that No. 3 should not be undertaken since it is not the proper function of investigators of the Wackenhut Corporation.

Enclosure - Sent 12 - 8-66 REC-562-10733

1 - Mr. DeLoach - Enclosure

1 - Mr. Mohr - Enclosure

1 - Mr. Callahan - Enclosure

1 - Gale - Enclosure

1 - Mr. Jones - Enclosure

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GOVERNOR-ELECT CLAUDE R. KIRK, JR.

He said there was also discussion as to whether the Governor-elect could make an announcement after taking office that investigation in these areas was being conducted by the Wackenhut Corporation, which contains many former Agents of the FBI. Tracy said he told the men that under no circumstances could the FBI be mentioned and that neither the Wackenhut Corporation nor the Governor-elect would or should "trade on the FBI." Tracy said that everyone agreed to this.

In conclusion, Mr. Tracy said he emphasized to all present that in the event the investigation turned up anything of interest to the FBI, such information should be immediately turned over to Fred Frohbose in Miami or the Special Agent in Charge of the FBI Office in Tampa or Jacksonville having jurisdiction over the matter uncovered.

Mr. Tracy said he was bringing these matters to our attention inasmuch as he understood that Governor-elect Kirk might seek an appointment with the Director. Mr. Tracy said he definitely believed this would be only for political purposes and that anything Kirk had to discuss could certainly be handled by the Special Agents in Charge of the FBI Offices in Florida.

RECOMMENDATION

It is recommended that the attached airtel be forwarded to SAC Frohbose in Miami with copies to the Special Agents in Charge in Tampa and Jacksonville.

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Powell Travel Probers Hire Private Detectives

By ROBERT WALTERS
Star Staff Writer

The House subcommittee investigating Rep. Adam Clayton Powell's travel expenses has hired one of the nation's largest private detective agencies to question Powell's present and former congressional employes.

question Powell's present and former ingressional employes. The Wackenhut Corp., a Florida-based security firm, has been retained by the House Administration subcommittee headed by Rep. Wayne L. Hays, D-Ohio, which opens hearings today.

This arrangement is regarded as somewhat unusual because committees conducting similar investigations in recent years, have relied on their own staff members or men loaned from federal agencies to do such work.

Several of those interviewed by the Wackenhut investigators have complained privately of harsh treatment, and at least one of those complaints has come to Hays' attention.

Hays, in a telephone interview from Morristown, Ohio, said Wackenhut was hired because "the Federal Bureau of Investigation wouldn't do it and we had to get it done quickly."

Hays said the FBI was "informally requested" to handle the probe by a member of the committee staff "but we just never got an answer from them."

The use of a private investigator is in contrast, however, to the procedure followed by committees handling the two most recent congressional investigations—those involving Sen. Thomas J. Dodd, D-Conn., and Robert G. (Bobby) Baker, former secretary to the Senate Democrats.

The Senate Rules Coromittee, in its probe of Baker's financial attairs, drew on the services of its own staff, the rai and the General Accounting Office.

The Senate Select Committee on Standards and Conduct, still investigating Dodd's finances, relied on its own staff and men borrowed from the General Accounting Grice Allen H. Crawford in charge of wackenhut's Washington office, said his firm had never before been employed by any congressional committee.

The 13-year-old firm, with its home office in Coral Gables, Fla., has about 5,000 employes and 27 field offices from Puerto Rico to Hawaii. It claims to be one of the nation's largest security service companies.

Most of the company's officers are former FBI special agents. The firm employs about 30 ex-FBI men, including its president, executive vice president and Crawford.

A subsidiary, Wackenhut Services, Inc., has a large contract with the National Aeronautics and Space Administration to provide guard service at the Goddard Space Flight Center, Greenbelt, Md.; Merritt Island Test Facility, Cape Kennedy, Fla., and NASA's desert site near Las Vegas, Nev.

Hays' subcommittee is looking into about \$19,179 worth of airline travel bills charged to Powell, his office staff and employes of the House Education and Labor Committee, of which Powell is chairman.

During the 21-month period under investigation, there were about 150 persons on Powell's payrolls, and "there were allegations made that some of them didn't really exist," Hays said.

"We had only about 20 days to contact each of them in several cities and find out two things—did they exist and did they do any work. At this point, we have no names that don't match up with bodies," Hays added.

He explained that early in the probe there was a suggestion that some names on Powell's payrolls were fictitious and placed there to increase the congressman's income, but no evidence had been found to confirm that assertion.

Hays said he had seen one Administration Committee report on a woman interrogated by Wackenhut investigators who said she "didn't like their attitude."

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AO DEC 29 1966

The Washington Post and Times Herald __ The Washington Daily News __ The Washington Evening Star New York Daily News ___ New York Post __ The New York Times New York World Journal Tribune The Baltimore Sun The Worker __ The New Leader ___ The Wall Street Journal _____ The National Observer _____ People's World _____ Date ____

DEC 19 1966

UNITED STATES GOVERNMENT

Memorandum

то

Director, Federal Bureau of Investigation

 \mathcal{J}°

J. Walter Yeagley

FROM:

Assistant Attorney General Internal Security Division

THE WACKENHUT CORPORATION

SUBJECT:

INTERNAL SECURITY REGISTRATION ACT

DEPARTMENT OF JUSTICE Deloach.

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Mir. Tolsom

Mr. Mbhr

Mr. Wick Mr. Casper Mr. Callaham Mr. Convad

Mr. Felt.

Mr. Gala Mr. Rosem Mr. Sullivan

Mr. Taxel

Mr. Trotter

Tele. Room Miss Molares. Miss Gandte

DATE: NOV 2 3 1966

C. 1/

This Division is in receipt of a letter, a copy of which is enclosed, dated September 26, 1966, from The Wackenhut Corporation, 3280 Ponce de Leon Boulevard, Coral Gables, Florida, in which we are advised that this Corporation expects to be employed in the near future by a foreign Embassy in Washington, D.C., to conduct an electronic and physical search relative to the security and integrity of the telephone system of the Embassy and the Ambassador's residence. The subject requested to be advised whether it would be required to register under the Foreign Agents Registration Act.

It does not appear that subject's activities are such as to constitute it an agent of a foreign principal under the Foreign Agents Registration Act as amended on July 4, 1966, by Public Law 89-486, and subject was so advised by letter dated November 22, 1966, a copy of which is enclosed.

The above is submitted for your information.

Enclosures

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THE WACKENHUT CORPORATION

REGISTRAL AN SECUTION OF

26 September 1966

EXECUTIVE OFFICES

3280 PONCE DE LEON BOULEVARI

CORAL GABLES, FLORIDA

Services for management and the professions

HIGHLAND 5-1461

Chief, Foreign Agents' Registration Section Internal Security Division U. S. Department of Justice Washington, D. C.

Dear Sir:

The Wackenhut Corporation expects to be employed in the near future by a foreign Embassy in Washington, D. C., to conduct an electronic and physical search relative to the security and integrity of the telephone system of the Embassy and the Ambassador's residence.

By way of explanation, this would include a physical sweep which consists of completely checking every item contained within a room, including electronic outlets and switches, heating and air conditioning ducts, etc., as well as interior and exterior of all walls, ceilings and floors. Our technical sweep consists of sweeping the same area with various specialized electronic equipment for the detection of hidden radio transmitters which may be operating in any range from exceptionally low to extremely high frequencies. The last phase of the sweep includes a physical and electronic examination of each telephone instrument as well as terminal boards, cables and related equipment.

We would, of course, be compensated by this Embassy for our services.

I should like to inquire as to whether The Wackenhut Corporation would be required to register under the Foreign Agents Registration Act. A preliminary examination of the law and amendments would indicate that this service may be exempt but I would appreciate your advice in the matter.

Very truly yours,

Vida P. Keny

Victor P. Keay

Assistant to the President

VPK/nb

62-107335 73

FNCTOSURE

November 22, 19667

The Wackenhut Corporation 3280 Ponce de Leon Boulevard Coral Gables, Florida 33134

Attention: Mr. Victor P. Keay
Assistant to the President

Gentlemen:

This will acknowledge receipt of your letter dated September 26, 1966, in which you advise that your corporation expects to be employed in the near future by a foreign Embassy in Washington, D.C., to conduct an electronic and physical search relative to the security and integrity of the telephone system of the Embassy and the Ambassador's residence. You inquire whether your corporation would be required to register under the Foreign Agents Registration Act.

In the light of the recent amendments to the Act, it does not appear that your contemplated activities would constitute you an agent of a foreign principal so as to require registration under the Foreign Agents Registration Act.

Consideration was given, however, to your possible obligations under Title 50, United States Code, Sections 851-857, which provides in part that every person who has knowledge of, or has received instruction or assignment in, the counterespionage, service or tactics of a government of a foreign country shall register with the Attorney General. The question of the applicability of this statute was raised by the possibility that in your electronic sweep of the premises of the Embassy, you may discover some device which will defeat efforts by unknown persons to spy on the Embassy. It appears, however, that your firm is in a position of an independent contractor and in the absence of any information

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ENCLOSURE

indicating that your firm has knowledge of, or has received instruction or assignment in, the counterespionage service or tactics of a government of a foreign country, your registration is not being requested under this statute.

Sincerely,

J. WALTER YEAGLEY Assistant Attorney General

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UNITED STATES GOV

J. H.

DATE: January 9, 1967

Casper' Callahan Conrad . 57osen Sull Fon . Trotter Tele. Room

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CRIMINAL INTELLIGENCE PROGRAM MIAMI DIVISION

> An article, "Kirk Hires Private Police to Fight Crime," appearing in the January 9, 1967, issue of "The Washington Post and Times Herald," reported that Florida Governor Claude R, Kirk, Jr., who assumed office this month, has appointed the Wackenhut Corporation as a "private police force to prosecute his highly touted 'war on crime'." The Wackenhut Corporation is described as the country's third largest private detective company and it is headed by George R.

Wackenhut, aged 47, a former Special Agent of the FBI. The Director has instructed that our Miami Office be cautioned not to become involved in this. Our investigations of organized criminal activities

in Florida during recent years have disclosed that La Cosa Nostra considers Florida open territory and several of the La Cosa Nostra (LCN) "families" maintain representatives in the Miami area to look after their racket interests. We have also determined that substantial amounts of gambling and other criminal activities exist on the local level because of widespread corruption in local law enforcement agencies. In this connection we made available to the Duval County prosecutor the basic facts which exposed the corruption in the Jacksonville, Florida, Police Department to the embarrassment of former Governor William Haydon Burns. We have also made available lead information to Hank Messick, veteran crime reporter of the "Miami Herald," whose articles on organized crime and corruption have brought about various grand jury probes in Dade and Broward Counties resulting in indictments of the sheriffs of these counties in 1966. 62-101325-

It would appear that Governor Kirk is NOTTE SORDED to carry out a campaign promise to do something about organized crime activities in the Florida area which was an issue in his political campaign. His appointment of the Wackenhut Corporation to investigate crime conditions and have reports made directly to himself indicates that he does not consider that he can rely on local law enforcement departments to do a thorough and artial investigative job.

1 - Mr. Galejan 27 1967

- Mr. McAndrews

CONTINUED - OVER

Memorandum to Mr. DeLoach Re: Criminal Intelligence Program

The Wackenhut Corporation has no power of arrest and has indicated that it plans to take its findings to local law enforcement departments or directly to a grand jury. It is possible that certain individuals who have been targets of intellagence investigations by the FBI will also come under investigation by Wackenhut.

It is to be noted that on January 5, 1967, five
subjects, including
were indicted for violation of the Hobbs Act in a case based
on the attempted strong-arm extortion of \$25,000 from two
merchants. In our gambling investigations recently,
who had a large-scale bookmaking
operation on the east coast, received a jail sentence for b3
violation of the antigambling statutes in December, 1966.
Gilbert Lee Beckley and eight other subjects throughout the b7
country who were involved in a nation-wide bookmaking operation,
are scheduled to be tried in the United States District Court
at Miami in April, 1967, for violation of the Federal
antigambling statutes.

ACTION

- 1. Attached is an airtel to Special Agents in Charge, Miami, Jacksonville and Tampa, instructing that these offices take all necessary action to avoid becoming involved in any manner with the investigative operations of the Wackenhut Corporation.
- These offices are also being instructed to keep fully and discreetly informed of the operations of the Wackenhut Corporation in this matter so that they can be alert to any infringement on our jurisdiction and, if such occurs, the Bureau should be immediately advised.

FEDERAL BUREAU OF INVESTIGATION U. S. DEPARTMENT OF JUSTILE COMMUNICATIONS SECTION

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ALL INFORMATION CONTAINED

FBI WASH DC

FBI MIAMI

1045AM URGENT 1-10-67 TDB

DWACKEN AND GEORGE R.

KERRIN IS UTGLASSIFIED EXCEPT VIIII SHOWN TO DIRECTOR. TAMPA AND JACKSONVILLE OTHERWISE

FROM MIAMI 2P

GEORGE WACKENHUT. DBA WACKENHUT SERVICES, INC., PRIVATE

INVESTIGATORS UNDER CONTRACT BY FLORIDA GOVERNOR KIRK.

AS BUREAU AND OTHER OFFICES ARE AWARE, WACKENHUT ORGANIZATION HAS BEEN CONTRACTED BY NEWLY ELECTED FLORIDA GOVERNOR KIRK TO CONDUCT INVESTIGATION INTO ORGANIZED CRIME IN THE STATE OF FLORIDA. FLORIDA ATTORNEY GENERAL CLAIMS GOVERNOR KIRK HAS NO AUTHORITY FOR THIS ACTION AND THAT CLAUDE R. WACKENHUT ORGANIZATION IS NOT A DULY CONSTITUTED LAW ENFORCE-REC- 23 MCT-26 MENT AGENCY.

MIAMI RADIO STATION WKAT ANNOUNCED ON NI POLICE DEPT. INSTANT, THAT CHIEF WALLENGHEADLY, MIAMI PD, REFUSED TODAY TO SHOW "FBI FILES" (REFERRING TO FBI IDENTIFICATION RECORDS) TO WACKENHUT AGENTS AND STATED HE WILL NOT DO SO UNLESS "J. EDGAR HOOVER RECOGNIZES WACKENHUT AS A DULY CONSTITUTED LAW 1 . JAN 18 1967 ENFORCEMENT AGENCY.

MR. DELOACH FOR THE DIRECTOR

Mr. Tolson Mr. DeLoach

Mr. Mohr

Mr. Casper Mr. Calleban

Mr. Turc

Mr. Tr 32

Tele. Room

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Miss Gardy

PAGE TWO

ANY INQUIRY BY THE NEWS MEDIA WILL BE HANDLED BY POINTING OUT THESE RECORDS ARE FOR THE OFFICIAL USE OF DULY CONSTITUTED GOVERNMENT, STATE AND LOCAL LAW ENFORCEMENT AGENCIES AND ANY MISUSE COULD ELIMINATE THE SERVICE TO THESE LAW ENFORCEMENT AGENCIES.

IN THE EVENT MIAMI, JACKSONVILLE OR TAMPA OFFICES
RECEIVE INQUIRIES FROM THE WACKENHUT ORGANIZATION REGARDING
CRIMINAL FIGURES AND/OR REQUESTS, SAID INQUIRIES BEING BASED
UPON THE WACKENHUT CONTRACT WITH GOVERNOR KIRK, THESE
INQUIRIES WILL BE FORWARDED BY THE RESPECTIVE OFFICES TO THE
BUREAU FOR APPROPRIATE HANDLING. NO ACTION WILL BE TAKEN AT
THE FIELD OFFICE LEVEL ON THESE INQUIRIES, UACE.

END

MXS

FBI WASH DC

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Memorandum

TO

Mr. Mohr

DATE:

January 10, 1967

FROM

C. L. Trotter

Tele. Room Holmes

Trotter

SUBJECT:

FLORIDA GOVERNOR CLAUDE KIRK INVESTIGATION OF CRIME CONDITIONS BY WACKENHUT CORPORATION

FBI IDENTIFICATION RECORDS

SAC Frohbose, Miami, called at 9:20 a.m. to advise that the new Florida Governor, Claude Kirk, (took office 1-1-67) has announced that he has hired the Wackenhut Corporation, a private investigative outfit, to investigate crime conditions in the State of Florida. This apparently grew out of a campaign pledge.

SAC Frohbose said that according to press accounts Wackenhut has asked the various police departments in Florida to cooperate and make available their records to assist in this investigation. First indications are that local police departments in Florida are refusing to make available the requested records on the grounds that Wackenhut Corporation is nothing but a private investigative agency and not entitled to such records. There are some very definite questions as to the legality of the Governor's authority in hiring Wackenhut and the use of Florida State funds for this purpose. Governor Kirk has intimated that some private funds will be made available to him to compensate Wackenhut.

SAC Frohbose said he had received a press inquiry wanting to know if FBI identification records would be made available to Wackenhut and he has answered that FBI identification records are only made available to law enforcement and governmental agencies at the Federal, state and local levels for official purposes only. While he has received no inquiries from local police in Florida as yet, should they similarly request clarification of FBI identification record dissemination policy, he will answer such requests with the same reply. Neither the Governor nor Wackenhut has as yet contacted our office in Miami. I advised SAC Frohbose he should hold to this position. If and when the Governor or Wackenhut decides to come directly to us for FBI identification records, they will be similarly told. Miami has been instructed to follow closely on this and keep the Bureau advised.

For information.

1 - Mr. DeLoach

1 - Mr. Gale

62-107334

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To: SAC. Jacksonville (80-403)

-107 335

GEORGE R. VACKENHUT **VACKENHUT CORPORATION** MIAMI. FLORIDA

Re Jacksonville airtel 1/10/67 captioned. "George R. Wackenhut, Wackenhut Corporation; Miami, Florida; Governor-Elect Chaude R. Kirk, Jr., of Florida." copies of which were directed to the Miani and Tampa Offices.

Extensive publicity has been afforded the appointment of the Wackenhut Corporation by Governor Claude R. Kirk, Jr., to investigate crime conditions and corruption particularly in the southern part of Florida. . Press reports have indicated that agents of the Wackenhut Corporation, a private investigative agency, will contact regular law enforcement agencies in conjunction with their investigative activities.

The Bureau does not recognize the Wackenhut Corporation as a properly constituted law enforcement agency. You should therefore, take all necessary steps to insure that no records or information is given to this organization or its representatives by the FBI. All Special Agents and other personnel in your office who might possibly be contacted by Wackenhut representatives must be fully aware of the Bureau's position in this matter.

a You must be fully alert to all possible infringement by this investigative agency on the jurisdiction of the FDI. Keep the Bureau fully informed on all significant information received concerning this matter.

- Miami -

- Tampa

DeLoach Mohr.

Wick Casper Callahan SEE NOTE PAGE 2.

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	Subject:	George R. Wacker Wackenhut Corpor Mahi, Florida	NEUT, FRATION CLIEBERS	A Committee of the comm	Line -
		Governor-Elect (of florida	CLAUDE D. KIRK, JR.		24
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	the appoin as Directo announced tion of cr	in his inaugural tnent of GEORGE I r of the Governor that the Wackenhu	olican Governor-elect address at Tallahas a. WACKENHUT of Wach r's war on crime in at Corporation had b a South Florida coun	see, Flori kenhut Corp Floridæ. Degun inves	da, Kirk tiga-
	operation bad author	that the major i would be supplied ized WACKENBUT to	that WACKENHUT would financing for the in d by private donors. o draw on his invest ded to carry out thi	ivestigativ However, igative or	e he ganiza-
	one dozen investigat	nitial investigat men, but was expo ors, although ope	d WACKENHUT and KIRE tive force would conscible to increase an exating with the poward poens authority.	asist of ab and that the	out
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4	Approved:Sp	ecial Agent in Charge	SentM	Per	Daniel White

The Governor announced in the press a special Post Office Box, The Governor's War on Crime, Box 248, Coral Gables, Florida, had been established for the receipt of tips and other information from citizens.

Since the announcement by KIRK, a deluge of criticism has appeared in Florida newspapers from a number of Florida sheriffs, prominent politicians, including Senator GEORGE SMATHERS, and current State Attorney General EARL FAIRCLOTH. The criticism express mainly concerns the Governor's intention to grant investigative powers to a private organization financed in part by private funds and feelings that such an organization could lead to the use of gestapo-type tactics.

None of the officials appearing in press statements have questioned the Governor's motives or the qualifications of WACKENHUT as a private investigator.

A number of Florida Sheriffs, including ED YARBROUGH, Director of the Florida Sheriff's Bureau, have expressed concern regarding the confidential nature of their files and what information they would be required to furnish the Wackenhut Corporation. A UPI release on January 9 at Miami reflected that Miami Police Chief WALTER HEADLEY had refused to open FBI files to an agent from Governor CLAUDE KIRK's private police force. referenced apparently refers to identification records. The same article reflects that Assistant Police Chief ROBERT HOBBS, Jacksonville, had announced that he would cooperate with Wackenhut only if "They were recognized by J. EDGAR HOOVER." Police Chiefs HAROLD SMITH, St. Petersburg, and J. P. MULLINS of Tampa, according to the article, flatly stated that they would not open their files to WACKENHUT.

According to press statements made by law enforcement officials and state politicians, Governor KIRK had not discussed his intentions concerning the Wackenhut Corporation, with few exceptions, prior to the appointment on 1/3/67.

The Jacksonville Office has not given any advice to law enforcement officials concerning their cooperation with the Wackenhut Corporation.

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JK

News media inquiry at Jacksonville is being handled on a no-comment basis. Any inquiries or approaches from the Wackenhut Organization will be discussed with the Bureau at the time received.

	36 (Rev. 5-22-64)	FBI Date: 1/20/67 Mr. Tolson Mr. Mohr Mr. Collegen	
lro	insmit the following in	(Type in plaintext or code)	
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	 	Hiss Gardy-	
	TO: FROM: SUBJECT:	DIRECTOR, FBI SAC, TAMPA (62-256) GEORGE R. WACKENHUT WACKENHUT CORPORATION MIAMI, FLORIDA	
		MIRMI, RECULIDA	
		Re Bureau airtel to Jacksonville dated 1/13/67.	
	Florida J. P. MULI President by newly e designation	The Tampa Bay area Chief of Police Association regular monthly meeting on 1/19/67 at Lakeland, During the discussion portion of this meeting LINS, COP, Tampa, Florida, and newly elected, spoke to the group relative to the action taken elected Florida Governor CLAUDE KIRK in the on of Wackenhut Corporation to conduct investition the State of Florida.	TO THE PROPERTY OF THE PARTY OF
E	enforcement be made as	Chief MULLINS stated that in his opinion the Corporation is not a duly authorized law at agency and on this basis no information will vailable to personnel of this corporation and ally no information from FBI records.	
,	Attorney (Chief MULLINS stated that it is his intention to his matter with EARL FAIRCLOTH, Florida State Seneral and he recommended to the group that be taken by any of the members of the Tampa Bay	
,	1	Onville (Info) (1)	E
	JJG:lm	9 JAN 23 1967	
J.	Approved:Spe	Sent M. Per Cial Agent in Charge	

Area Chiefs of Police until such time as the Attorney General has made a ruling as to whether the Wackenhut Corporation is a duly authorized law enforcement agency and whether they are entitled to any information from the PD files. He stated regardless of the opinion of the Attorney General, no information from FBI records would be given without prior Bureau approval.

All of the members in attendance at this meeting agreed with Chief MULLINS that no information would be made available to the Wackenhut Corporation and specifically no information from FBI records and no action would be taken until Chief MULLINS received a reply from Attorney General FAIRCLOTH.

This matter was then left on the basis that it would be discussed at the next monthly meeting to be held on 2/23/67, at which time it is anticipated Chief MULLINS will have heard from the Attorney General.

January 30, 1967

REC 18

42-10/205	The second secon		E m C
		b6 b7С	D-READIN
The Wackenhut Corporation 3280 Ponce de Leon Boulevard Coral Gables, Florida 33134	KARATA T	MAZHON COMPATHED TO BE SHOWN	RODE IN

Mr. Hoover has received your letter of January 23rd. He asked me to tell you we have such a limited quantity of material on the topic you mentioned that it is not possible for him to be of help in this instance. It is hoped you will understand.

Sincerely yours,

mailed 19 JAN 3 0 1967 comm-fbi

Helen W. Gandy Secretary

14 Alex Dentes

1 - Miami - Enclosure

NOTE: Bufiles contain no record of correspondent. The Wackenhut Corporation is well-known to the Bureau.

JRP:mjb
(4)

B

Con,

W Jel Post



Services for management and the professions

EXECUTIVE OFFICES 3280 PONCE DE LEON BOULEVARD CORAL GABLES, FLORIDA

HIGHLAND 5-1481

January 23, 1967

Mr. J. Edgar Hoover, Director Federal Bureau of Investigation Washington, D. C.

Dear Mr. Hoover:

b6 b7C

As the former Miami, and present for our organization, I would appreciate statistics, handout material and any other information you might care to provide concerning crimes against banking institutions.

Members of my department frequently have the opportunity to speak before various gatherings of bankers, and it is our desire to furnish up-todate information at all times. Mr. Wackenhut insists that we follow the recommendations as set forth by your office for proper security of banking institutions, and make known to all bankers the many areas of assistance provided by the Federal Bureau of Investigation.

While we do offer physical security surveys and uniformed guards as a part of our business, security indoctrination for money-handling employees, bank robbery films and talks on adequate bank security are provided such institutions without charge. In addition, I personally feel obligated to do everything possible in an attempt to curb the ever-increasing rise of crimes against banking institutions.

Your assistance would be greatly appreciated.

Very truly yours

b6 b7C

REC 18

FEB 1 1967

PERSONAL ATTENTION SAC LETTER NO. 62-24 16 52 42



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

April 24, 1962

66-16263-1651 WASHINGTON 25. D. C.

ATT. EXECUTABLOS CONTAGRED

In Reply, Please Refer to (A) MAIL - HANDLING OF IN FIELD OFFICES -- When Danony mous sources A ${\mathcal M}$ letters ,are received alleging violations over which the Bureau has notifurisdiction or interest but which are wholly the concern of another agency, Form FD-342 may be used to transmit these letters to the appropriate agency. It will not be necessary to make and retain any copy of the letter or the FD-342 in your files. Care should be exercised that, where the contents of the letter warrant it, a more expeditious

4/24/62

means of transmittal is used.

SAC LETTER NO. 62-24

SAC LETTER NO. 62-24

SAC LETTER NO. 62-24

(B) THECWACKENHUT CORPORATION -- Captioned Organization, New 16-13-62 same SAC LETTER NO, 62-24 organized by former Bureau Agents as a security and investigative firm, currently operates in several states and Puerto Rico. Firm has utilized misleading advertisements, attempts to capitalize on former FBI affiliation of its employees and its officials have reportedly engaged in personal misconduct and questionable business activities. All offices must refrain from any contact with this organization, absolutely no cooperation should be extended and its employees should participate in no Bureau office functions. Any inquiries or approaches from this firm or its employees must be immediately reported to the Bureau.

4/24/62

SAC LETTER NO. 62-24

WBy menc becaused to Callaban 4-16-62
(C) QU. S. SAVINGS BONDS CAMPAIGN - 1962 -- The "Freedom Bond Drive" savings bonds campaign starts May 1, 1962, and extends through May 11, 1962. Upon receipt from the U.S. ₩ Treasury Department, appropriate savings bonds literature will be furnished to you for prominent display and distribution to your division chairman, keymen and employees.

The savings bonds program is an essential part of the Government's program for a sound currency and maintenance of a strong national defense and economy. As of March 31, 1962, 51.8 per cent of all FBI employees were purchasing bonds through the Payroll Savings Deduction Plan. As little as \$3.75 a pay period may be withheld to purchase bonds. Please afford this program your personal attention and make every effort to increase employee

62-107335-79

ENCLOSURE

mo

PERSONAL ATTENTION & 300



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to 👙 File No.

January 5, 1965

WASHINGTON, D.C. 20535

Marriel To Deliver to 12 - 28-64 "thom (A) THE WACKENHUT CORPORATION -- Your attention is directed to SAG Letter No. 62-24 (B) which instructed all offices to refrain from any contact with this organization and to extend absolutely no cooperation to it. Further, its employees were not to participate in Bureau office functions. Effective immediately, these instructions are rescinded and all offices may resume normal relations with this organization. However, you should be alert to any instances indicating there is a repetition of those activities and tactics which caused the issuance of the original "no contact policy," and advise the Bureau immediately.

Very truly yours,

John Edgar Hoover

Director

office parties the in

Iemorandum

TO

Mr. DeLoach

DATE: February 8, 1967

Casper Callahan Conrad . Felt -Gale Rosen Sullivan . Tavel Trotter Tele, Room

Tolson

Holmes .

Gandy _

DeLoach

R. E. Wick

ALL INVERMATION CONTAINED RETURN IS UNCLASSIFIED EXCIPT VITTIL SHOWN

OTHERWISE

SUBJECT: WACKENHUT CORPORATION

INQUIRY BY COLUMBIA BROADCASTING SYSTEM

b
On the afternoon of 2-8-67 Columbia Broad-
casting System (CBS) News, Washington, D.C., telephonically contacted
my office concerning the above-captioned corporation. She stated CBS News
is preparing a program on the Wackenhut Corporation, which has recently
been hired by Governor Kirk of Florida to conduct investigation into the
crime picture in Florida. She advised CBS representatives have gotten
information to the effect that several years ago some sort of "memorandum"
was issued by a ''high FBI official'' directed to all FBI Agents advising the
Agents that they should have no dealings with the Wackenhut Corporation
inasmuch as it had attempted to trade on the name of the FBI in securing
business for the corporationdesired to know whether such a
memorandum was issued and also desired to be advised of the wording of
the memorandum if such existed.

OBSERVATIONS:

It will be recalled that SAC Letter 62-24 dated 4-24-62 set out that Wackenhut Corporation was organized by former Bureau Agents, had utilized misleading advertisements, and had attempted to capitalize on the former FBI affiliation of its employees, and that its officials had reportedly engaged in personal misconduct and questionable business activities. The SAC Letter instructed all offices to refrain from contact with the corporation, to extend it no cooperation, and that its employees should be invited to participate in no Bureau office functions.

It will also be recalled that SAC Letter 65-1, issued 1-5-65, rescinded above instructions and instructed all offices could resume normal relations with the organization. All offices were instructed, however, to be alert to any instances indicating a repetition of the activities and tactics which caused the issuance of the original 'no contact" policy

REC 37

Énclosure

1 - Mr. DeLoach

1 - Mr. Mohr

1 - Mr. Callahan

1 - Mr. Jones TEB:min

CONTINUED - OVER

62-1073

FEB 13 1967

Memo Wick to DeLoach
Re: Wackenhut Corporation
Inquiry by Columbia Broadcasting System

ACTION TAKEN:

was advised by in my office that the FBI would have no comment to make concerning this matter and that we could not be of help the CBS in connection with her inquiry.

010

b6 b7C

- 2 -

TIONAL FORM NO. 10 5010-104-01 UNITED STATES (ERNMENT lemorańdum

DIRECTOR, FBI

DATE:

2/9/67 Mr. Connad

SAC. TAMPA (62-256)

All involution contained

SUBJECT:

GEORGE R. WACKENHUT WACKENHUT CORPORATION 62-107 MIAMI, FLORIDA

GOVERNOR CLAUDE R. KIRK, JR.

Mr. Rose Mr. Sullivan. Mr. Tavel Mr. Trotter ... Tele. Room_ Miss Helmes___ Miss Gandy.

Mr. Tolska

Mr. Wick

Mr. Felt

Mr.

Mr. DeLoach. Mr. Mohr ...

For the information of the Bureau, Sheriff DON GENUNG (NA), Pinellas County, Florida, has advised that according to information he has obtained from WACKENHUT, Governor KIRK is in the process of organizing a Governor-Advisory Council on Crime. GENUNG indicated that WACKENHUT informed him that he would be one of two sheriffs to be selected for this council, which would consist of two sheriffs, two chiefs of police, and one or two other state officers. GENUNG further indicated that WACKENHUT had inferred that DALE CARSON (former SA), Sheriff, Duval County, Florida, would in all probability be the second sheriff on the council.

2 Bureau

l Jacksonville

l Miami

JFS:KH

(6)

b7E

REC-114

FEB 1/3

59MAR 1

(Mount Clipping in Space Below)

FLORIDA GOVERNOR'S WAR ON CRIME

oncern Mounts Over Secret Police Force

BY JACK NELSON Times Staff Writer

MIAMI-Gov. Claude Kirk's privately financed secret police force is causing increasing concern in Florida, not only because of the semipublic approach to his wideof the people who are conducting it.

The situation well may ignite into

a burning national issue.

Kirk, Florida's first Republican governor in 94 years, appointed the force of private detectives to carry out his campaign promise to conduct a war that would be centered in Florida, but carried out nationwide. Already, investigators are in the in inter-office memoranda that are field and Kirk has sought the co- part of a voluminous file in a threeoperation of officials in California, year-old civil case here. New York, Illinois and other states.

Gov. Reagan, who discussed the crime problem with Kirk, says he has no plans to hire a private force in California, but an anticrime bill now before the state Legislature

could provide for one.

To head the Florida-based crimebusting operation, Gov. Kirk appointed George R. Wackenhut, a square-jawed, salty-talking ex-FBI agent and self-made millionaire. To finance it, the governor received pledges of funds from business and industrial leaders whose identities have not been disclosed. (Kirk, replying to criticism, said he would identify donors.)

Wackenhut, whose nationwide detective firm has extensive operations in California, is a right-winger with a record of vehement opposi-

tion to organized labor.

He has expressed the opinion that

the country would be better off if all union organizers" and a "goodly number" of union members would "drop dead." Once, after a Wackenhut employe was beaten by a union man, he told an official of his firm to take the law in his own ranging war on crime, but because hands if necessary and "form an army and break some clubs over some skulls."

Wackenhut's violent antiunion views and his fears of socialism (asked during a civil trial whether he had referred to the United States as a rapidly developing socialistic country, he replied, "Hell, yes; many times, many times") are documented

In a recent interview with The Times, Wackenhut said he expressed the antiunion views when "the union was bugging us to death" and said one memo was written in anger because one of his employes Mr. Tolson_ Ir. DeLoach Ir. Mohr___ Wr. Wick r. Casper_ r. Callahan e. Conrad. · Yrelt-Calo. 20 add00... . maville Mr. Toyol. Mr. Trotter. Tele, Room_ Mius Molmes. Miss Gandy-

(Indicate page, name of newspaper, city and state.)

A-1 Los Angeles Times Los Angeles, Calif.

2/12/67 Date: Final Edition:

Jack Nelson Author:

Nick B. Williams Editor:

Title:

Character:

Classification:

submitting Office: Los Angeles

Being Investigated

NOT RECORDED 191 mar 9 1967

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TOP CLIPPING

had been beaten. He still opposes unions, but says, "you can't judge a person's hilosophy from things that are developed about a lawsuit."

His firm, the Wackenhut Corp., has had a number of unfair labor practice suits filed against it in the United States and Puerto Rico. On Nov. 10, 1964, a National Labor Relations Board examiner found the firm guilty of an unfair labor practice by firing an employe for engaging in union activities. The company finally settled the case by giving the employe \$3,500 in back pay and offering him his job

The Wackenhut Corp. has deep conservative roots. Several well known ultraconservatives are on its board of directors, including Ralph E. Davis of Los Angeles, manager of the firm's West Coast region, a member of the national council of the John Birch Society, and Loyd Wright, also of Los Angeles, who ran unsuccessfully against Sen. Thomas H. Kuchel (R-Calif.) in the 1962 GOP primary. Wright denied being a Birch member, but said he wished we had 10,000 or 10 million more members like those I know in the John Birch Society."

() Hoover Warning

Wackenhut trades heavily on the fact that he and many of his investigators are ex-FBI agents.

FBI director J. Edgar Hoover in 1962 warned his agents of indications that Wackenhut men were implying they were still with the bureau and gave orders they were not entitled to any special information or cooperation.



George R. Wackenhut (A) Wirephoto

The nationwide crime problem, as seen by Kirk and Wackenhut, was discussed by the Florida governor with Gov. Reagan in California Jan. 13. Reagan declined to be questioned about the meeting, but a spokesman said Reagan has no plans for a private force and believes police in California "are of the highest caliber."

The spokesman said Reagan is thinking more in terms of bringing in private foundations assist California's war on crime. Reagan has proposed setting up a California Crime Foundation as a public corporation to be financed and served by private and public sour-

Leaves Way Open

leaves the way open for hiring a private detective However, the governor's firm. It provides for a office says the investigaboard of directors, com-

posed of public and pri- tions will be financed sevate officials, which could "retain and employ technical and other specialized consultants on a contract basis or otherwise."

Gov. Kirk's hiring of Wackenhut was made against a background of growing concern here—as elsewhere in the nationover the increase of crime in the streets and the growing power of organized crime. As two rapidly growing states whose semitropical areas attract mobsters as well as tourists, Florida and California have similar crime problems.

But many are wondering whether serious questions of conflict of interest and possible political manipulations are not raised by programs and proposals to bring private enterprise into a field traditionally left to public law enforcement officers who are acccountable solely to public officials.

A look at the Kirk-Wackenhut war on crime gives an indication of some of the problems.

People at the State Capitol in Tallahassee already are finding they don't know whether they are talking to a Wackenhut private eye or a Wackenhut crime buster. Some of the officials and employes there have been questioned by Wackenhut men dispatched by Kirk to investigate the back-grounds of his key appointees.

Wackenhut says he thought this was done as A bill introduced in the part of the war on crime California Legislature to because the governor implement the proposal , wanted to be "sure" of the people around him. However, the governor's parately with funds collected at several \$100-aplate Kirk appreciation dinners held since his election.

Kirk says he will serve as permanent chairman of an advisory group that will handle a trust fund set up to finance the war on crime.

Not everyone at the Capitol takes the Kirk-Wackenhut program seriously.

'Man From C.L.A.U.D.E.'

Legislators joke and peer behind pictures for hidden mikes or cameras. A newspaper headline refers to" Wackencops.' Democratic officeholders call Wackenhut "the Man from C.L.A.U.D.E."

But Kirk, in a Lincoln Day talk to the Dade County Republican executive committee here Wednesday night, made it clear that neither jokes nor serious criticism will deter his war on crime. He emphasized that Wackenhut "is and will be my general for four years.'

Kirk, an investment broker, met Wackenhut three years ago during an unsuccessful campaign to unseat Sen. Spessard L. Holland (D-Fla.), a conservative Kirk accused of being an "ultra-liberal." Kirk and Wackenhut, both staunch backers of Barry Goldwater in the 1964 Presidential race, became fast friends,

Immediately after his election, the 40-year-old Kirk, who is divorced, took on an ocean cruise aboard Wackenhut's swank yacht Security Risk. With him was the Brazilian beauty he plans to marry Feb. 18, Erika Mattfield, a divorcee.

ing the \$1-a-year crime work. post from Kirk, has brought his firm invaluable national publicity. The stock of his firm jumped \$2 a share soon after the announcement.

Investigative Files

But Wackenhut also has opened himself and his firm to searching questions concerning the public's interest in the unusual undertaking. For he is now a public official. In the firm's main office in Coral Gables, a plush Miami suburb, is the headquarters of the war on crime and the depository of investigative files it develops — files which Wackenhut says will be state property.

Whether the files are kept separate from the firm's own investigative files on some 3 million Americans depends upon Wackenhut's promise that his firm's activities will be divorced entirely from the war on crime. Yet some Wackenhut men are working full-time for the firm and part-time in the state crime fight.

"I've warned the Wackenhut investigators that if tem serving 400 clients. they're ever caught using the governor's credentials to get information for Wackenhut they will be immediately dismissed and they will be," Wackenhut told a reporter.

The governor refuses to identify the investigators in the crime fight, but insists it is not a secret force.

The trust fund administered by Kirk will funnel funds for the investigation into the Wackenhut Corp. Wackenhut says the firm's profits will be "one-third to one-half as much" as it normally receives for investigative services. Even that could be lucrative; Wackenhut himself has

In 12 years Wackenhut has built his firm from and \$89,000 - a - year operation into the nation's third largest investigative and industrial security company (behind Pinkerton and Burns). Today it grosses \$23 million, has 5,000 employes and 28 offices in the continental United States, Puerto Rico, Venezuela and Colombia.

Security Business

About 95% of the company's business is furnishing physical security protection against theft and other crimes, breaches of government security regulations, and fire, accident and other casualties.

The company does investigative work for individuals and businesses, industrial and law firms, and performs related services, including lie detector tests, personnel screening, burglar and fire alarm systems and electronic "sweeping" to detect lis-Angeles area, Wackenhut's staff of 1,000 operates a central station fire and burglar alarm sys-

His 10 largest customers in 1965 were the Atomic Energy Commission, Lockheed Aircraft Corp., Mack Trucks Inc., the National Aeronautics and Space Administration, National Airlines Inc., Republic Aviation division of Fairchild-Hiller Corp., Shell Oil Co., Co., Tidewater Oil Transworld Airlines Inc., and Westinghouse Electric Corp.'s Astro-Nuclear Laboratory.

() Used FBI Name

Along the route of phenomenal success, Wackenhut has worked hard, warred with unions and fellow executives, bought out competitors and con-

Wackenhut, by accept- profits" in investigative campaigns, in addition to using the name of the Federal Bureau of Investigation to publicize his

> In the cloak and dagger business, Wackenhut has a reputation of getting his man. His investigators did the spade work that has Rep. Adam Clayton Powell Jr. (D-N.Y.) in hot water with his colleagues.

> In industrial security, Wackenhut recommends that job applicants be required to take lie detector tests and undergo thorough preemployment investigations, and he insists on the same for his key employes.

"Any employer who doesn't investigate his employes is a damn fool," Wackenhut told a reporter.

The Wackenhut firm says it does not conduct industrial espionage, but conducts counter-industrial espionage.

. Some of Wackenhut's most volatile labor problems have occurred in tening devices. In the Los Puerto Rico. Ironically, some of his violent comments about organized labor are recorded in a little known civil case involving a breach of contract suit brought against him and his firm by one of his executives in 1963.

> The executive, M. Fred Rayne, former vice president in charge of Puerto Rican operations and now an official with the Burns' Detective Agency, lost his suit, but the file of that case in Dade County Circuit Court tells a fascinating story of Wackenhut's rise to power.

Among the evidence introduced by Rayne were several memoranda from Wackenhut complaining of union activities. In one, June 15, dated -1960.Wackenhut, commenting on a report that a Wackenhut guard had been beaten by a Teamster Unwritten of the "fabulous ducted high-pressure sales ion organizer in San Juan told Rayne:

"If the need arises we will even form a goon squad' of our own and start to hunt down these assailants and meet out to them many times what they are attempting to meet out to us. If the police can give you no protection against such gangsterism we will take matters into our own

"You have a force in Puerto Rico far exceeding in numbers the force of any group of union organizers. If need be, form an army and break some clubs over some skulls. L am very serious about

this, Fred. We will go down in the annals of union history, if need be, as an organization that will not be cracked through intimidation, beatings or anything else."

Wackenhut urged that guards be given "more, than adequate instruc-. tion" in the use of the club because "it is the finest weapon, aside from fire arms, known to man. It can beat a knife, fists or any other form of personal. encounter."

Another matter raised in the suit by Rayne was the way the Wackenhut Corp. got the Puerto Rican government to exempt it from a new law requiring an hour lunch break for all employes. Wackenhut employed a Miami attorney and a Puerto Rican attorney to confer with government officials and "highly influential industrial leaders" about the law.

Wackenhut got the exemption ("the only company in Puerto Rico that has this deal," Rayne testified) and, according to an interoffice memo, paid a \$2,000 fee to the Puerto Rican attorney. The attorney's time on the matter, according to Rayne, was confined to a two-hour conference with the minister of labor.

Wackenhut, 47, a native of Philadelphia, joined the FBI in 1951 when the bureau dropped its requirements for a background in law or accounting. He had a master's degree in physical education.

() After leaving the FBI in May, 1954, he and three other ex-agents founded Special Agent Investigations, Inc., in Miami. The other founders eventually left the firm and in 1958 Wackenhut changed its name to the Wackenhut Corp.

Strapped for Funds

The firm was still relatively small and Wackenhut wrote of being "extremely strapped for operating funds."

Two years later he was complaining of overtime payments to guards in Puerto Rico and wrote Rayne: "Please understand thoroughly that you cannot engage in business and not make a profit—not even for one month dare we operate at a loss."

Meanwhile, the firm was moving into the area of high finance and expanding operations. It purchased Ralph Davis' California-based General Plant Protection Co. and its subsidiaries in 1962 for \$1-..024,000 in cash and assumed liabilities. In 1964 it purchased Dawn Patrol, a company furnishing security services in the Los Angeles area, for \$733,000 in cash and assumed the liabilities.

Wackenhut floated the first public stock issue of his corporation in April, 1966, and realized more

than a million dollars in the sale, according to a prospectus which showed he and his wife sold 112, 300 shares to underwriters for \$11.60 a share. After the offering Mr. and Mrs. Wackenhut retained votaging control of the company and still owned 71.58% of the capital stock.

Wackenhut warns of the Communist menace at home and abroad through a monthly publication, the Wackenhut Security Review. The corporation's 1966 prospectus reported a circulation of 60,000 to clients and friends.

Wackenhut ridicules charges that the publication is a right wing scare sheet.

- "All I know is if you're vocal on any point at all you're branded as an extremist," he said. "I'm a pro-American who genuinely feels there is a threat of communism within and without."

Left-Wing Critics

Wackenhut says criticism of him since he accepted the crime post has come largely "from the left wing and the pretty far left wing at that." And Gov. Kirk says opposition to his war on crime has come "from the press, not from the people." He advised Wackenhut, "Let me suggest that you only worry about the people, George."

Kirk is right. So far the people have said little about how the governor and his general are waging their war on crime. But the issue is beginning to catch fire.

Wackenhut: What Kind of Man Is He?

By CLARENCE JONES,

Herald Staff Writer

George Wackenhut is a keeper of the conscience for the Early American Puritan Ethic.

Like that ethic, he is now caught in a national cross-fire of sniping. The criticism began the day Gov. Claude Kirk named him director of the Governor's War on Crime.

The constant needling irritates him, sometimes angers him. He is good at hiding it. In his office, he shrugs it off with a chuckle.

Late at night, he runs it off, trotting the deserted streets of his southwest-section neighborhood in track shorts and tennis shoes, a stopwatch clenched in his fist to clock his time for the mile. "When Im keyed up, my time is better.

"I've got more laughs than anything else," Wackenhut says in his office of old brick and pecky cypress paneling. A glass-fronted case of pistols and bayonets hangs on the wall to his right.

"Some of the criticism is so far out it's ridiculous," he said.

During a national television interview last week, after the cameras were rolling, the friendly questions began to lay subtle ambushes for later cross-examination.

Wackenhut did not falter or flinch. His steel blue eyes shone a little more fiercely in the bright lights. His mouth became a tighter slit, his words more determined and firm.

Jew gray areas 5 % Wackenhut, 47, is the epitome of per-

sonal energy and confidence. He has firm convictions on almost everything. There are few gray



į	Mr. Tolson
	Mr. De Loach
,t	Mr. Mohr
	Mr V clo
1	Mr. Casper
***************************************	Mr. Callahan
· ·	Mr. Conrad
j	Mr. Few
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The MIAMI HERALD

<u>Mīa</u>mi, Florida

Being followed

Date: 2/12/67

Edition:

Author:

Editor:

RE: WACKENHUT CORP'N Info concerning

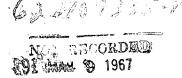
Character: [MM 80 - 1229]

Classification:

Submitting Office: Miami

Being Investigated

KN MAN



areas in his thinking.

George Wackenhut

He is a huge man, a former wrestling coach and professional soccer player. He wears checkered, size-46 sports coats that cling to his barrel chest. He frowns on tobacco, but enjoys a drink before a business lunch.

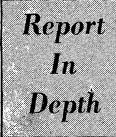
His gray hair is close-cropped, his chin a jutting square of granite with a vertical crease exactly in the center. He moves with the muscular ripple of an athlete.

In Politics, He's a Conservative

HE IS A wealthy man, worth much more than a million dollars, all earned in the last 12 years from what began as a little four-man private detective agency and has grown into a \$23 million-a-year business, third largest in the nation. His annual salary from the corporation is \$57,200.

He is a strong political conservative. A registered Democrat, he worked for Barry Goldwater

in 1964 and endorsed Kirk in his unsuccessful campaign for the U.S. Senate that year.



The decorations in his office include several awards from national right-wing organizations for the "Wackenhut Security Review," handed out nationally by his clients to explain and expound on the Communist threat to the nation.

As an investigator for three Dade County grand juries in 10 years, he has a thorough background and knowledge of law enforcement corruption, especially in Dade County.

He runs his 5,000-employe business with an iron hand and has tried to build the organization along the lines of the FBI, where he served as a special agent from 1951 to 1954. A small brass bust of J. Edgar Hoover, distributed to ex-agents who honored Hoover several years ago, sits beside the telephones - one red and one white.

He is besieged these days by reporters from newspapers, television, radio and national magazines. They sometimes find him hard to reach.

Tips on possible skeletons in Wackenhut's closet are being leaked to the news media on an almost daily basis.

The majority of Wackenhut's critics are people many of them political liberals — who sincerely believe that the police power of a state or nation should never be placed in the hands of a private individual or corporation.

Democratic officeholders would also be happy to scuttle anything the state's first Republican gover ernor of the century tries to launch.

Why Oppose Private Police?

TIPS FLOW in from corrupt public officials, afraid Wackenhut is already on their trail; from former, disgruntled employes, and from competitors who are afraid the publicity being generated will give Wackenhut some of their business.

Tobias Simon, a local attorney for the American Civil Liberties Union and an outspoken defender of individual rights, is one of those who calls the Governor's War on Crime a "private police force." Other critics have called the anti-crime squad the "Wackencops."

"This arrangement," Simon says, "loses all the governmental controls we've built into our governmental system in the last 20 years. Search and

seizure laws may not amply to private individuals.

"If a cop breaks into a house and catches me in bed with a broad, that can't be used in court against me. But if my wife does the same thing, it's a different story and it can get into a divorce

"If a policeman beats somebody over the head, then the state or the county or the city is liable. If a private citizen does the beating, it's a different matter. I know where I stand with a policeman. I know my rights and his authority I don't know that with a private investiga-

Wackenhut says Simon is badly misinformed. not a private police force. The 23-man squad working for the governor doesn't carry firearms; they have no arrest power, no subpena power, no search and seizure power.

* "WE HAVE ONLY one objective - one function to investigate. To gather Some people information. have tried to make us out as police, prosecutor, judge and jury all in one. We aren't.

"If any of my men break the law in any way, even the slightest, they'll be dismissed and I'll see that they're prosbreaks into a home or roughs up another citizen, he can be charged with breaking and entering or assault. It would be hard to make that charge against a police- as many persons as he, in his man carrying ent an inves- discretion, may deem necestigation. The public may ac- sary to procure and secure tually guards.'

Simon also points out that virtually every civil rights law in the country protecting citizens from abuses by policemen involves the policeman acting "under color of law."

The laws were written to protect private citizens from governmental officers stepped beyond their legal authority, and were able to do it because of the power of their badge.

Wackenhut says civil rights laws would apply fully to his agents. Each man on the special squad has received a signed commission and credentials from the governor. Although he is not paid by the state, he is acting on behalf of the governor, under the governor's authority.

Because he is commissioned, anything he does for the governor is under "color of law," Wackenhut main-

Article IV, Section 6 of the Florida Constitution directs the governor to "take care that the laws be faithfully executed." The constitution gives him the power to suspend all officers not liable to impeachment for misfeasance, malfeasance, neglect of ecuted. If a private citizen duty, drunkenness, incompetency, or the commission of a felony.

Wackenhut cites Florida Statutes, Chapter 14.01 "The governor may employ have more safe- protection to life, liberty and property"

"Absolutely not," Wackenhut snaps. He has moved his
Miami investigators into
a nother building, blocks
away. The War on Crime
squadroom is a tightly
packed, newly paneled upstairs section of his building
at 3280 Ponce de Leon Blvd.
A little sign on the door
reads "Authorized Personnel
Only."

Access to Files One-Way Street

THE FIRM'S regular files, including information on 2.5 million individuals, are downstairs. Information in those files is accessible to the anticrime squad, Wackenhut says, but it is a "one-way street."

"Under no circumstances is information from the War on Crime files to be used for other purposes. It would be grounds for immediate dismissal."

Agents with credentials from the governor have also been told they'll be fired should they use them for any other purpose. Investigators in the regular Wackenhut organization have been told to make it clear in their investigations that they are NOT working for the governor.

Three attorneys are available to review evidence gathered by the War on Crime squad. "They will advise my men, just as a U.S. attorney advises federal investigators, on what elements are needed to prove a criminal case.

"They will also advise the governor when they feel the evidence is sufficient for him to suspend a corrupt official."

former FBI agents who folight organized crime in Mami and Detroit, two former FBI inspectors, other former special agents and supervisors.

Through Saturday, the Was on Crime has received 309 letters — 57 of them anonymous; opened 192 cases and closed six of them; referred nine cases to law enforcement agencies; opened 68 intelligence fifes;

opened 85 background invisitigations on Kirk appointives and completed 55 of them. Telephone tips were coming in at the rate of about 10 a day.

Hoover Memo Question Raised

ONE OF the questions tossed at Wackenhut last week was about an alleged memo circulated by FBI Director Hoover in 1962, warning that the Wackenhut Corp. was inferring that it had some tie to the FBI.

"One of my men in an office up the country used some bad judgment," Wackenhut said. "He was fired."

Because his past work in industrial security and counter espionage has sometimes involved homosexuals, spokesmen for homosexual freedom have complained that the Wacken hut contract may become another Johns Committee witchhunt for perverts.

"I don't understand why the queers have gotten so excited," Wackenhut says. "We are not dealing with police matters at all. Anything we find that is a police matter, whether local or federal, will be turned over to the proper authorities.

"We are interested only in organized crime and the corruption of public officials that allows it to exist. Almost every reporter who has interviewed me has asked if we're going to investigate Communists.

"I think communism is the most vicious form of organized crime ever perpetrated on the human race. But investigate it, no! Any information we run across along that line would be turned over to the FBI."

Newspaper and television reporters began asking Wackenhut last week about his view or organized labor.

The questions were based on inter-office memos leaked out in which Wackenhut said some harsh things about labor unions,

Wackenhut says these were written in anger to his San Juan, Puerto Rico, office several years ago. Union organizers were not very successful in signing up his employes there.

Tells Workers: Make Defense

LABOR GOONS began waylaying his men and beating them up, he says. When Wackenhut heard about it, he sent down the memorandum, telling his employes to protect themselves if local police would not give them adequate protection.

The head of his San Juan office, who was later dismissed, filed suit against Wackenhut and introduced a number of documents that he had taken with him, Wackenhut said. Wackenhut

said he was given a directed verdict by the judge without even presenting a defense.

Wackennut's employes say he is a perfectionist. "Carelessness makes me angry,' he says. "But I give people a second chance. All kinds of chances. There was a substantial turnover in the organization until about three years ago. We talked to other businessmen and some consultants. They said this was not unusual with a new organization. In fact, one study showed we had less turnover than the average corporation our age."

Wackenhut estimates he put in a 60-hour week before Kirk became governor. He estimates he now works 80 hours. "I just can't seem to get to bed before 2 or 3 in the morning anymore."

Although he was given a check for \$1.3 million when his corporation stock went public last year, he and his wife still live in the house they bought 12 years ago.

IN CHAPTER 14.06, the governor is authorized "to employ such persons as may be required from time to time to make such investigations as may, in the judgment of the governor, be necessary or expedient to efficiently conduct the affairs of the state government."

Wackenhut says the entrenchment of organized crime in Florida is a threat to life and the property of private businessmen who cannot compete against the unlimited money and muscle tactics of organized crime when it invests in legitimate business.

The question of how Wackenhut will be paid has raised many eyebrows. Wackenhut, as director, will receive \$1 a year from the state.

His agents, however, will be paid from money donated by private individuals and corporations. Critics have asked if one group of racketeers might not contribute to finance a crackdown on their competitors.

The financial arrangements had not been ironed out when Kirk announced his private financing plan in his inaugural speech.

Wackenhut says there was simply not enough time. He had met Kirk during his 1964 senatorial campaign, and wrote a letter to him during last year's campaign which was never answered.

They ran into each other at a political gathering last summer. Shortly before the Nov. 8 election, Kirk approached Wackenhut and told him, "You and I are going to run the criminals out of this state."

Wackenhut relished the idea, but still knew no details. In December, they met to begin planning. "Why private funds?" Wackenhut asks. "Because he didn't have any public funds. And he hidn't want to wait until Apell for the Legislature to graat them. He wanted to begin carrying out his campaign promise the day he took office."

Coming Furor Not Foreseen

NEITHER KIRK nor Wackenhut realized the furor the private financing would cause. At a Lincoln Day dinner here last week, Kirk announced that a non-profit trust corporation will be created in the next few weeks.

With five prominent Floridians as a board of directors, the trust will accept donations and supervise spending, with both contributions and expenses published and available to the public.

The books will be audited. Wackenhut says Kirk explored running the money through the state comtroller's office, but so many legal complications were involved the idea was scrapped.

Wackenhut's corporation

Three Critics



Tobias Simon ... 'loses all controls'



John A. Baker
... 'Gestapo threat'



Dick Fincher
...bill to halt it

will be paid on a cost flus, basis. In the accounting system for his firm, Wackenhut is able to determine the exact cost for any investigation run by any of his 28 offices.

Wackenhut declined to say what his profit percentage will be, only that he will be paid 30 to 50 per cent less than his fee for private clients. The going rate for private investigators in the Miami area is \$100 a man a day.

Many people have wondered if the information gathered for the governor might not end up in the company's files for future use by Wackermut in investigations for other clients. They have a 50-foot yacht with a captain. Wackenhut drives a fire engine-red Corvette sports car. He doesn't carry a gun. Professional private investigative organizations are his only memberships. Although he has attended the Christian Science Church most of his life, he is not a member.

Doesn't Belong To Rightist Units

WACKENHUT SAYS he does not belong to any conservative organizations nor does he urge his employes to join. Ralph E. Davis, an early member of the National Council of the John Birch Society, is a member of the

Wackenhut Board of Directors.

Wackenhut says Davis became a board member in 1962 as part of the deal when Wackenhut bought his guard service.

Other conservatives on the board are Edward V. Rickenbacker, retired Eastern Airlines board chairman; Lloyd Wright and Gen. Mark Clark, co-chairmen of the National Strategy Committee of the American Security Council.

In a story last week, the Washington Post quoted John Adams Baker, foreman of the 1957 Dade County Grand Jury which hired Wackenhut as its investigator.

Baker says he would be "very fearful" of Wackenhut getting any position of power. "I would frankly fear that he might try to develop Gestapo methods," Baker said

His criticized the jury's hiring of G. David Parrish, Wastenhut's personal attorney at the time, as independent legal counsel for the jury.

"Parrish was the alter-ego, in many respects, of Wackenhut." Baker told The Herald. Wackenhut was hired after a report to the Miami Beach City. Council on corruption. "He said he needed a little more time and money to wrap up the loose ends and gather the evidence for indictments," acording to Baker.

"For four months, Wackenhut had the opportunity and the money, and the subpena power. In all that time, the jury worked constantly. We got only rumors from Wackenhut.

"I stood ready to indict, I don't care who it was, if the evidence was presented to us. He just failed to do it, in my opinion, and apparently, in the opinion of a jury majority."

THE 23-MAN jury was badly split. It investigated allegations concerning State Attorney Richard E. Gerstein, and eventually Gov. Le-Roy Collins sent Gainesville State Attorney T. E. Duncan to Miami to take over the jury from Parrish.

Perry Gary, a member of the 15-man majority faction on the jury, disagrees strongly with Baker.

"In my opinion," Gary says, "George Wackenhut did one hell of a swell job for the jury and for the people of Dade County. He would have done a lot more if we'd had full secrecy and cooperation in the jury instead of stool pigeons running to the state attorney with everything that was going on.

"There was a lot of time and work put in by Parrish and the Wackenhut Corp. that didn't result in indictments because of a lot of things that went on in the Grand Jury. I wish I could tell you about it, but I can't because of my oath of secre-

For the last six weeks, offices in the Canital have joined sometimes seriously—about Wackenhut watching or listening in. One cartoon showed a figure similar to the Kilroy drawings of World War II, the nose protruding over a fence, with the notation: "Wackenhut was here,"

Secretary of State Tom Adams, in a suite of offices next to the governor, moved his switchboard and telephone wiring away from the

Wackenhut employes are still re-arranging wiring in the governor's office, welding plates into switchboxes to prevent "bugs" from being attached.

Never 'Bugged' And Won't Start

WACKENHUT SAYS neither he nor his organization has ever "bugged", a telephone and doesn't intend to start now. His electronics division is equipped with some of the most sophisticated "de-bugging" equipment in the nation. This is one of the services he sells to private industry, to assure clients nobody is listening to their business secrets.

Simon, the ACLU attorney, brings up another philosophical argument against the Wackenhut "private police force." He says private agencies including lawyers ave an ethical responsibility to represent only one side.

"His job is to do every-



Gov. Kirk Waves to Friends at Lincoln Day Dinner With Wackenhut
... security fir m boss says governor approached him before election

thing he can for his client. The state attorney, for instance, is guided by many more restrictions as a public employe. His job is to free the innocent as well as convict the guilty."

Simon sees nothing wrong with a state or national police force "as long as they are on the public payroll, bound by the responsibilities of government."

Wackenhut says he would welcome public financing and a law that would clearly spell out his agents' role and their investigative restrictions.

Dide County Sen. Dick Finiher, who has said he will spotsor a bill hatting the Wackenhut crime probe, says he has "a great deal of respect for Wackenhut, the man. But unless they take a more realistic approach and properly integrate this investigation into our system of state government, with delineations of responsibility and authority, then I will try to have it killed."

Wackenhut concedes the political implications of his contract. Because most present office holders are Democrats, any corrupt officials they turn up will most likely be Democrats.

And if they were highly successful, Republicans would have a strong campaign point in 1968 and '70 to "throw the Democratic rascals out."

Because the probe has already gained national attention, if it uncovers scandal of any major dimension — or turns real heat on organized crime — it could make a national political figure out of kirk.

Thomas E. Dewey, Estes Kefauver and Robert Kennedy are three examples of men who were boosted toward the presidency by building crime and racket-busting reputations.

Wackenhut also concedes that his contract is good for his other business. He has plans to publish a newsletter on organized crime similar to his leaflet on the Communist threat. The company's stock began rising as soon as the announcement was made.

In the end, as one reporter put it, the entire operation boils down to "trust Waykenbut." Wackenhut agrees that this is the case. He says he took the job with an agreement that he would be completely free to investigate, no matter who was involved, or what the consequences might be.

"I don't care who it is Republican, Democrat, one of my own clients, or somebody within the administration. We won't look the other way, we won't go easy. How else could you look at yourself when you shade in the morning?"

4	
	OPTIONAL FORM NO. 10 5010-106 MAY 1962 EDITION GSA GEN. REG. NO. 27
•	UNITED STATES GC RNMENT
•	Memorandum.
то :	Mr. Deloch DATE: June 1, 1967 DATE: June 1, 1967 Felt
FROM :	R. E. Wick
SUBJECT:	ALL INFCRMATION CONTAINED ALL INFCRMATION CONTAINED PAGE 10 10 10 10 10 10 10 10 10 10 10 10 10
MAA	EARL FAIRCLOTH, ATTORNEY GENERAL OF FLORIDA COLUMN 1000 1000 1000 1000 1000 1000 1000 10
Kur .	Special Agent John Palmer, Washington Field Office, at 5:00 p.m. today advised me that for 8 years, while assigned in the Cocoa, Florida, area, he knew of the Sheriff's Office there. is very favorably disposed to the FBI and is most cooperative.
	Palmer said this afternoon telephoned him from a hotel in Washington where he and Earl Faircloth, Attorney General of Florida (a Democrat), had just checked in. told Palmer he and Faircloth were attempting to set up an intelligence unit in the state under the Governor to replace the Wackenhut Corporation, heretofore employed by Governor Kirk (a Republican). They wish through this intelligence unit to combat organized crime and corruption in the State of Florida. Palmer said and Faircloth will probably call on officials of the Department of Justice. asked him specifically if he could see someone at the FBI.
	ACTION TAKEN
	The situation in Florida with respect to the fight between Faircloth (a Democrat) as Attorney General and Governor Kirk (a Republican) is fraught with danger. The FBI should not be involved. We understand that the Wackenhut group may be on the way out, if not already somewhat stripped of any authority. I told Palmer that if insisted on seeing someone from the FBI, we would "listen him out" but could offer him no advice, encouragement or suggestions, and that we did not see how we could be of any help.
;	At 5:30 p.m. today called my office and told one of 1967 the girls that he would like to come in tomorrow morning. I will see what he has in mind and will make no commitments.
	At 5:30 p.m. today called my office and told one of 1967 the girls that he would like to come in tomorrow morning. I will see what he has in mind and will make no commitments. 1 - Mr. DeLoach 1 - Mr. Gale 1 - Mr. Jones 2 - Mr. Jones 3 - Mr. Jones 2 - Mr. Jones 3 - Mr. Jones 2 - Mr. Jones 3 - Mr. Jones 3 - Mr. Jones 4 - Mr. Jones 2 - Mr. Jones 3 - Mr. Jones 3 - Mr. Jones 4 - Mr. Jones 2 - Mr. Jones 3 - Mr. Jones 4 - Mr. Jo
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	OPTIONAL FORM NO. 10 5010-106	
	Tolson UNITED STATES GO RNMENT	_
	Mont	
	Memorandum Carper Will Carper	<u>-</u> -
	Fell ———————————————————————————————————	/
ТО	Mr. DeLorch DATE: June 2, 1967	- -
FROM	Trotter Tele. Room	- -
ROM	R. E. WICK Holmes Gandy	- -
SUBJECT	End the Stower Trobles	11
	EARL FAIRCLOTH,	
M	ATTORNEY GENERAL OF FLORIDA 66	11/1
Nº CONTRACTOR OF THE PARTY OF T	ъ7с	A.C.
1	Reference my memorandum to you of 6/1/67 concerning	60
	appointment to see me on 6/2/67.	
	I met briefly with and then turned him over b6	0
	to SAof this division and SAof the Special Inves-	6
	tigative Division, who is familiar with organized crime activities in the State of Florida. was making no request. His purpose in	N A
	coming was to explain a new law enforcement organizational structure	_
	now being created in the State of Florida by legislation; to pledge his continued cooperation with the FBI; and to express the hope that the	FILE
	FBI will be able to assist him in his position as head of a new state	K¥i.
	agency being created.	ORIGINAL
	He explained the State Legislature is expected to pass	Ö
	within the next few days legislation greatly expanding the responsi-	
	bilities and authority of the present Florida Sheriffs Bureau and to create an agency under the State Attorney General to handle organized	
	vice and criminal activities. Attorney General Faircloth already has	
•	chosen	b6 b70
	The basic change for the Sheriffs Bureau, which will	570
	operate as a state criminal investigative agency, is that in the future	
	it can go anywhere in the state to investigate felonies. As presently constituted, the Sheriffs Bureau can only enter a case at the request	
	of the local sheriff. The expanded organization will be governed by a	•
	board consisting of perhaps 3 sheriffs, 2 chiefs of police and one or 2	
	members of the state cabinet.	
•	Enclosure 6-5-67 NOT RECORD	
	1 - Mr. DeLoach (Enclosure) 1 - Mr. Mohr (Enclosure) 1 - Mr. Mohr (Enclosure)	7
	1 - Mr. Casper (Enclosure)	
	1 - Mr. Gale (Enclosure)	
	1 - Mr. Jones (Enclosure) 1 - Mr. Jones (Enclosure) 34JUN 201861)	
4	DWB:mls CONTINUED - OVER	

Wick to DeLoach memo	
1013.	6
	.7C
The organized vice and crime unit under the Attorney General probably will have an authorized strength of 30 men to start withindicated extreme care in selection of these individuals	
will be exercised to insure honest and effective men are employed. displayed a fairly good knowledge of organized crime activities in Florida, although he admitted that this is a relatively new field for him. He seemed to be taking a realistic approach, realizing that the	
newly created unit will be unable to accomplish any startling achievements for some time. He stated it is his intention to move deliberately rather than to seek headlines.	ь6 ь7с
stated Governor Kirk, a Republican, has indicated support for this new law enforcement structure. He said the Governor also has indicated he will cease using investigators from the Wackenhut Corporation in his so-called drive against organized crime once the new state investigative organization is established. The Governor will draw from the expanded Sheriffs Bureau for his investigators, not from the Attorney General's organized vice and crime unit. The Governor has indicated, however, he will retain Wackenhut as his chief adviser on criminal matters.	
According to the legislature also is considering a bill which will authorize the new organized vice and crime unit to proceed through civil action against members of the underworld who become involved in legitimate businesses. He said this will enable the Attorney General's staff to bring pressure on people who front for the hoodlums.	ь6 ь7с
stated he has always enjoyed a very good working relationship with personnel of the Tampa Office (he has served as a Sheriff's Office at Cocoa, Florida, for approximately and he hopes to continue this friendly relationship in his new capacity. He pledged his complete cooperation and assistance to the FBI and stated he would welcome any information, suggestions or guidance which we can furnish him. He stated he may also call on the FBI for training assistance for his personnel in the future. He indicated he is acquainted with Special Agent in Charge J. F. Santoiana in Tampa and said it is his intention to call on Special Agents in Charge D. K. Brown and Fred Frohbose as soon as possible.	b6 b7С

CONTINUED - OVER

Wick	to	DeLoach	memo	•	 . !	3.
RE:						

b6 b7C

No commitments whatsoever were made to He was thanked for the information and was told to feel free to call on our offices in Florida at any time.

RECOMMENDATION

That the enclosed letter be sent to Jacksonville with copies for Miami and Tampa.

Wish Award Than

Tolson
DeLoach
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FIORIDA
FRACTS
FOR USE OF

Analysis and Evaluation, Department of Agriculture, b6 made available to Liaison Agent the attached copy of a letter dated 2/13/67 from Chairman John E. Moss, Foreign Operations and Government Information Subcommittee of the Committee on Government Operations, House of Representatives, to the Secretary of Agriculture Orville Freeman, which requests information from the Department of Agriculture regarding any contractural relationship it may have had with the Wackenhut Corporation, Coral Gables, Florida, providing for the use of lie detectors. The Wackenhut Corporation, one of the country's largest private detective agencies, is headed by George R. Wackenhut, a former Special Agent, and has several additional former FBI Agents on its staff.

Chairman Moss' letter refers to his Subcommittee's investigation of the use of lie detectors by Federal agencies and requests the Department of Agriculture to identify any contracts providing for the use of the lie detector it may have had with the Wackenhut Corporation since January, 1965. In connection with such contracts, Chairman Moss specifically requested information regarding (1) the services which the Wackenhut Corporation is to provide under the contract: (2) the compensation it is to receive; (3) the duration of the contract; (4) the general conditions governing selection and clearance of personnel employed by Wackenhut Corporation to carry out the contract; and (5) the specific conditions, if any; governing the use of lie detectors by the Corporation to screen or help select employees or to carry out any other provisions of the contract. Enc.

Enc. BCR: jad

1 - Mr. DeLoach

1 - Mr. Wick

1 - Mr. Rosen

1 - Mr. Gale

bi Marsin 1967

l - B. C. Rachnér

NOT RECORDED 170 MAR 6 1967

> b6 b7C

CONTINUED - OVER

Memorandum to W. C. Sullivan

From D. J. Brennan, Jr.

RE: WACKENHUT CORPORATION, CORAL GABLES, FLORIDA CONGRESSIONAL INQUIBY REGARDING CONTRACTS WITH GOVERNMENT AGENCIES PROVIDING FOR USE OF LIE DETECTORS

Department of Agriculture, was confident that the Department of Agriculture had not entered into any contractual relationship with the Wackenhut Corporation concerning use of lie detectors; however, the Inspector General is contacting each of the agencies within the Department of Agriculture to insure his position is correct prior to responding to Chairman Moss' letter.

ACTION:

For information.

Mal 10/95

pm

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